

CONDOMINIUM PUBLIC REPORT

Prepared & Issued by:

Developer Centex Homes dba Centex Destination Properties
Address 1099 Alakea Street, Suite 1540, Honolulu, Hawaii 96813

Project Name(*): BEACH VILLAS AT KO OLINA BEACH TOWER
Address: 92-102 Waialii Place, Kapolei, Hawaii 96707

Registration No. 5715

Effective date: October 10, 2006
Expiration date: November 10, 2007

Preparation of this Report:

This report has been prepared by the Developer pursuant to the Condominium Property Act, Chapter 514A, Hawaii Revised Statutes, as amended. This report is not valid unless the Hawaii Real Estate Commission has issued a registration number and effective date for the report.

This report has not been prepared or issued by the Real Estate Commission or any other government agency. Neither the Commission nor any other government agency has judged or approved the merits or value, if any, of the project or of purchasing an apartment in the project.

Buyers are encouraged to read this report carefully, and to seek professional advice before signing a sales contract for the purchase of an apartment in the project.

Expiration Date of Reports. Preliminary Public Reports and Final Public Reports automatically expire thirteen (13) months from the effective date unless a Supplementary Public Report is issued or unless the Commission issues an order, a copy of which is attached to this report, extending the effective date for the report.

Exception: The Real Estate Commission may issue an order, a copy of which shall be attached to this report, that the final public report for a two apartment condominium project shall have no expiration date.

Type of Report:

- PRELIMINARY: (yellow) The developer may not as yet have created the condominium but has filed with the Real Estate Commission minimal information sufficient for a Preliminary Public Report. A Final Public Report will be issued by the developer when complete information is filed.
FINAL: (white) The developer has legally created a condominium and has filed complete information with the Commission.
[] No prior reports have been issued.
[X] This report supersedes all prior public reports.
[] This report must be read together with
SUPPLEMENTARY: (pink) This report updates information contained in the:
[] Preliminary Public Report dated:
[] Final Public Report dated:
[] Supplementary Public Report dated:
And [] Supersedes all prior public reports
[] Must be read together with
[] This report reactivates the public report(s) which expired on

(*)Exactly as named in the Declaration

This material can be made available for individuals with special needs. Please call the Senior Condominium Specialist at 586-2643 to submit your request.

FORM: RECO-30 286/986/189/1190/892/0197/1098/0800/0203/0104

Disclosure Abstract: Separate Disclosure Abstract on this condominium project:

Required and attached to this report Not Required - Disclosures covered in this report.

Summary of Changes from Earlier Public Reports:

This summary contains a general description of the changes, if any, made by the Developer since the last public report was issued. It is not necessarily all-inclusive. Prospective buyers should compare this public report with the earlier reports if they wish to know the specific changes that have been made.

No prior reports have been issued by the Developer.

Changes made since the Contingent Final Public Report (issued on January 12, 2006) are as follows:

1. Section I. reflects a change in the address and phone number of the Developer, a revision to the partners and its corporate members (sheets 5a through 5f), and a change in the address for the Real Estate Broker.
2. Section II.A reflects the recordation information for the First Amendment to Declaration.
3. Section II.C reflects the filing information for the Condominium Map
4. Section III.B reflects the present TMK No. and the TMK No. to be assigned in next fiscal year and a change in the address of the Fee Owner.
5. Section III.C.4 and 6 were amended to reflect the change in the total number of apartments.
6. Section III.C.7 was amended to reflect the updated parking stall counts, descriptions and instructions for use.
7. Section III.E. reflects the date of the updated preliminary title report, and Exhibit G reflects the updated encumbrances on title.
8. Exhibit "B" was updated to reflect changes in the First Amendment to Declaration.
9. Exhibit "C" was updated to reflect what is stated in the Declaration.
10. Exhibit "D" was updated to reflect changes in the First Amendment to Declaration.
11. Exhibit "F" was updated to reflect changes in the First Amendment to Declaration.
12. Exhibit "H" was updated due to changes in the budget.
13. Exhibit "M" was updated to reflect the estimated maintenance fees upon administration and ownership merger of the Beach Villas at Ko Olina Beach Tower and the Beach Villas at Ko Olina Ocean Tower condominium projects.
14. Exhibit "N" was amended to reflect the updated affiliates of the Developer.

SPECIAL NOTICE

RESALE OF APARTMENTS. Apartments within the Project are subject to a One-Year Resale Restriction Agreement. If an Apartment is transferred during the one-year restriction period, the violating Apartment Owner shall pay to the Developer, as liquidated damages, fifty percent (50%) of the net proceeds of the sale.

TABLE OF CONTENTS

	Page
Preparation of this Report	1
Expiration Date of Reports	1
Type of Report	1
Disclosure of Abstract	2
Summary of Changes from Earlier Public Reports	2
Special Notes	2
Table of Contents	3
General Information on Condominiums	4
Operation of the Condominium Project	4
I. PERSONS CONNECTED WITH PROJECT	5
Developer Attorney for Developer General Contractor	
Real Estate Broker Escrow Company Condominium Managing Agent	
II. CREATION OF THE CONDOMINIUM; CONDOMINIUM DOCUMENTS	
A. Declaration	6
B. Condominium Map (File Plan)	6
C. Bylaws	6
D. House Rules	7
E. Changes to Condominium Documents	7
III. THE CONDOMINIUM PROJECT	
A. Interest to be Conveyed to Buyer	8
B. Underlying Land	9
C. Buildings and Other Improvements	10
D. Common Elements, Limited Common Elements, Common Interest	13
E. Encumbrances Against Title	14
F. Construction Warranties	15
G. Status of Construction	16
H. Project Phases	16
IV. CONDOMINIUM MANAGEMENT	
A. Management of the Common Elements	17
B. Estimate of Initial Maintenance Fees	17
C. Utility Charges for Apartments	17
V. MISCELLANEOUS	
A. Sales Documents Filed with the Real Estate Commission	18
B. Buyer's Right to Cancel Sales Contract	18
C. Additional Information Not Covered Above	20
D. Signature of Developer	21
EXHIBIT A: Rights Reserved by Developer	
EXHIBIT B: Boundaries of Each Apartment	
EXHIBIT C: Permitted Alterations to Apartments	
EXHIBIT D: Apartment Numbers, Apartment Types, Layout, Approximate Net Living Area, Approximate Lanai Area, Percentage Common Interest	
EXHIBIT E: Common Elements	
EXHIBIT F: Limited Common Elements	
EXHIBIT G: Encumbrances Against Title	
EXHIBIT H: Estimated Annual Common Expense	
EXHIBIT I: Summary of Form of Sales Contract	
EXHIBIT J: Summary of Escrow Agreement	
EXHIBIT K: Summary of Deed Form	
EXHIBIT L: Special Use Restrictions	
EXHIBIT M: Common Interests Upon Merger of Project with Beach Villas at Ko Olina Ocean Tower Apartments	
EXHIBIT N: Affiliates of Developer	

General Information On Condominiums

A condominium is a special form of real property. To create a condominium in Hawaii, the requirements of the Condominium Property Act, Chapter 514A, Hawaii Revised Statutes, must be complied with. In addition, certain requirements and approvals of the County in which the project is located must be satisfied and obtained.

Some condominium projects are leasehold. This means that the land or the building(s) and other improvements are leased to the buyer. The lease for the land usually requires that at the end of the lease term, the lessees (apartment owners/tenants) deliver their interest in the land to the lessor (fee property owner). The lease also usually requires that the lessees either (1) convey to the lessor the building(s) and other improvements, including any improvements paid for by the lessees; or (2) remove or dispose of the improvements at the lessee's expense. Leases for individual apartments often require that at the end of the lease term, the lessee deliver to the lessor the apartment, including any improvements placed in the apartment by the lessee.

If you are a typical condominium owner, you will have two kinds of ownership: (1) ownership in your individual apartment; and (2) an undivided interest in the common elements.

"Common elements" are the areas of the condominium project other than the individual apartments. They are owned jointly by all apartment owners and include the land, either in fee simple or leasehold, and those parts of the building or buildings intended for common use such as foundations, columns, roofs, halls, elevators, and the like. Your undivided interest in the common elements cannot be separated from ownership of your apartment.

In some condominium projects, some common elements are reserved for the exclusive use of the owners of certain apartments. These common elements are called "limited common elements" and may include parking stalls, patios, lanais, trash chutes, and the like.

You will be entitled to exclusive ownership and possession of your apartment. Condominium apartments may be individually bought, sold, rented, mortgaged or encumbered, and may be disposed of by will, gift, or operation of law.

Your apartment will, however, be part of the group of apartments that comprise the condominium project. Study the project's Declaration, Bylaws, and House Rules. These documents contain important information on the use and occupancy of apartments and the common elements as well as the rules of conduct for owners, tenants, and guests.

Operation of the Condominium Project

The Association of Apartment Owners is the entity through which apartment owners may take action with regard to the administration, management, and operation of the condominium project. Each apartment owner is automatically a member of the Association.

The Board of Directors is the governing body of the Association. Unless you serve as a board member or an officer, or are on a committee appointed by the board, your participation in the administration and operation of the condominium project will in most cases be limited to your right to vote as an apartment owner. The Board of Directors and officers can take certain actions without the vote of the owners. For example, the board may hire and fire employees, increase or decrease maintenance fees, borrow money for repair and improvements and set a budget. Some of these actions may significantly impact the apartment owners.

Until there is a sufficient number of purchasers of apartments to elect a majority of the Board of Directors, it is likely that the Developer will effectively control the affairs of the Association. It is frequently necessary for the Developer to do so during the early stages of development and the Developer may reserve certain special rights to do so in the Declaration and Bylaws. Prospective buyers should understand that it is important to all apartment owners that the transition of control from the Developer to the apartment owners be accomplished in an orderly manner and in a spirit of cooperation.

I. PERSONS CONNECTED WITH THE PROJECT

Developer: Centex Homes, a Nevada general partnership dba Centex Destination Properties ** Name* 1099 Alakea Street, Suite 1540 Business Address Honolulu, Hawaii 96813 Phone: (808) 791-1990 (Business)

Names of officers and directors of Developers who are corporations; general partners of a partnership; partners of a Limited Liability Partnership (LLP); or manager and members of a Limited Liability Company (LLC) (attach separate sheet if necessary):

See pages 5a through 5f and Exhibit "N"

Real Estate Broker*: Centex Homes, dba Centex Destination Properties ** Name 1099 Alakea Street, #1540 Business Address Honolulu, Hawaii 96813 Phone: (808) 791-1990 (Business)

Escrow: Island Title Corporation Name 1132 Bishop Street, Suite 400 Business Address Honolulu, Hawaii 96813 Phone: (808) 531-0261 (Business)

General Contractor*: Hawaiian Dredging Construction Company Name 614 Kapahulu Avenue Business Address Honolulu, Hawaii 96815 Phone: (808) 735-3211 (Business)

Condominium Managing Agent*: Royal Hawaiian Resorts, LLC Name 1953 S. Beretania Street, 4th Floor Business Address Honolulu, Hawaii 96826 Phone: (808) 791-4581 (Business)

Attorney for Developer: Imanaka Kudo & Fujimoto LLC Name 745 Fort Street, 17th Floor Business Address Honolulu, Hawaii 96813 Attn: Mitchell A. Imanaka, Esq. Phone: (808) 521-9500 (Business)

* For Entities: Name of corporation, partnership, Limited Liability Partnership (LLP), or Limited Liability Company (LLC)

** See Exhibit "N"

Corporate Data Sheet Report

As of 6/28/2005

AAA HOLDINGS, L.P.

Current Owner(s)	# of Units
TRIPLE A GENERAL, LLC General Partner	0.01
TRIPLE A DELAWARE LIMITED, LLC Limited Partner	99.99

TRIPLE A GENERAL, LLC
CERTIFICATE OF INCUMBENCY

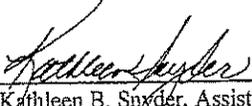
I, the undersigned officer of TRIPLE A GENERAL, LLC, a limited liability company duly organized and existing under the laws of the State of Delaware ("the Company"), do hereby certify that I have access to the records and minutes of the proceedings of the Board of Managers of the Company and that as of August 17, 2006 each of the following individuals was a duly elected and acting manager and/or officer of the Company, each such individual holding the office set forth following such individual's name.

<u>Name</u>	<u>Office</u>
Timothy R. Eller	Manager
Andrew J. Hannigan	Manager
Robert D. Hillmann	Manager
Andrew J. Hannigan	Chairman of the Board
Robert D. Hillmann	President
David L. Barclay	Executive Vice President
J. Andrew Kerner	Senior Vice President
Michael S. Albright	Senior Vice President - Administration
Donald R. Westfall	Vice President, General Counsel and Assistant Secretary
Gail M. Peck	Vice President and Treasurer
Lawrence Angelilli	Vice President and Assistant Treasurer
Deborah L. Godley	Assistant Vice President
Jonna M. Herring	Assistant Vice President
Jordan H. Mintz	Assistant Vice President
Michael B. Norvell	Assistant Vice President
Brian J. Woram	Secretary
Rebecca L. Arredondo	Assistant Secretary
Donald J. Sajor	Assistant Secretary
Kathleen B. Snyder	Assistant Secretary

IN WITNESS WHEREOF, I have hereunto affixed my signature on August 17, 2006.

TRIPLE A GENERAL, LLC,
a Delaware limited liability company

[SEAL]

By: 
Kathleen B. Snyder, Assistant Secretary

TRIPLE A DELAWARE LIMITED, LLC

CERTIFICATE OF INCUMBENCY

I, the undersigned officer of TRIPLE A DELAWARE LIMITED, LLC, a limited liability company duly organized and existing under the laws of the State of Delaware ("the Company"), do hereby certify that I have access to the records and minutes of the proceedings of the Board of Managers of the Company and that as of August 17, 2006, each of the following individuals was a duly elected and acting manager and/or officer of the Company, each such individual holding the office set forth following such individual's name.

<u>Name</u>	<u>Office</u>
John P. Fowler	Manager and Secretary
J. Andrew Kerner	Manager
Terry L. Switzer	Manager and President

IN WITNESS WHEREOF, I have hereunto affixed my signature on August 21, 2006.

TRIPLE A DELAWARE LIMITED, LLC,
a Delaware limited liability company

By: 
John P. Fowler, Secretary

CENTEX REAL ESTATE CORPORATION

CERTIFICATE OF INCUMBENCY

I, the undersigned officer of CENTEX REAL ESTATE CORPORATION, a corporation duly organized and existing under the laws of the State of Nevada ("the Corporation"), do hereby certify that I have access to the records and minutes of the proceedings of the Board of Directors of the Corporation and that as of August 17, 2006 each of the following individuals was a duly elected and acting director and/or officer of the Corporation, each such individual holding the office set forth following such individual's name.

<u>Name</u>	<u>Office</u>
Timothy R. Eller	Director
Timothy E. Eller	Chairman of the Board and Chief Executive Officer
Joel C. Sowers Jr.	Executive Vice President
J. Andrew Kerner	Executive Vice President - Operations
Donald R. Westfall	Senior Vice President, general Counsel and Assistant Secretary
Gail M. Peck	Vice President and Treasurer
James R. Peacock III	Vice President and Secretary
Mark D. Kemp	Vice President
Brian J. Woram	Vice President
W. Russell Toates	Regional General Counsel and Assistant Secretary
Deborah L. Godley	Assistant Vice President
Rebecca L. Arredondo	Assistant Secretary
Kathleen B. Snyder	Assistant Secretary
Mary Steigman	Assistant Secretary
Leona L. Hammond	Chief Financial Officer (Centex Destination Properties) and Assistant Secretary
Joseph J. Arcisz III	President (Centex Destination Properties-Central Division)
Jason F. Longo	Controller (Centex Destination Properties-Central Division) and Assistant Secretary
Daniel E. Calton	Chief Financial Officer (Centex Destination Properties-East Division) and Assistant Secretary
Lyndi K. Freund	Controller (Centex Destination Properties-East Division) and Assistant Secretary
John P. Lenihan	President (Centex Destination Properties-East Florida Division)
Bruce N. Sloan	President (Centex Destination Properties-Hawaii Division)
Cheryl E. Wong	Controller (Centex Destination Properties-Hawaii Division) and Assistant Secretary
Roger Lane Wright	President (Centex Destination Properties-West Division)
Christina D. Alvarez	Chief Financial Officer (Centex Destination Properties-West Division) and Assistant Secretary

IN WITNESS WHEREOF, I have hereunto affixed my signature and the corporate seal of the Corporation on August 17, 2006.

[SEAL]



CENTEX REAL ESTATE CORPORATION,
a Nevada corporation

By: _____

Kathleen Snyder
Kathleen B. Snyder, Assistant Secretary

NOMAS CORP.

CERTIFICATE OF INCUMBENCY

I, the undersigned officer of NOMAS CORP., a corporation duly organized and existing under the laws of the State of Nevada ("the Corporation"), do hereby certify that I have access to the records and minutes of the proceedings of the Board of Directors of the Corporation and that as of August 17, 2006 each of the following individuals was a duly elected and acting director and/or officer of the Corporation, each such individual holding the office set forth following such individual's name.

<u>Name</u>	<u>Office</u>
Michael S. Albright	Director
Andrew J. Hannigan	Director
Andrew J. Hannigan	President and Chief Executive Officer
David L. Barclay	Executive Vice President
Michael S. Albright	Senior Vice President
J. Andrew Kerner	Senior Vice President
Drew F. Nachowiak	Vice President, General Counsel and Assistant Secretary
Gail M. Peck	Vice President and Treasurer
Lawrence Angelilli	Vice President and Assistant Treasurer
Donald R. Westfall	Vice President and Assistant Secretary
James S. Stevenson	Vice President
Deborah L. Godley	Assistant Vice President
Jonna M. Herring	Assistant Vice President
Michael B. Norvell	Assistant Vice President
Brian J. Woram	Secretary
Rebecca L. Arredondo	Assistant Secretary
Donald J. Sajor	Assistant Secretary

IN WITNESS WHEREOF, I have hereunto affixed my signature and the corporate seal of the Corporation on August 17, 2006.

[SEAL]



NOMAS CORP.,
a Nevada corporation

By: Rebecca L. Arredondo
Rebecca L. Arredondo, Assistant Secretary

**II. CREATION OF THE CONDOMINIUM;
CONDOMINIUM DOCUMENTS**

A condominium is created by recording in the Bureau of Conveyances and/or filing with the Land Court a Declaration of Condominium Property Regime, a Condominium Map (File Plan), and the Bylaws of the Association of Apartment Owners. The Condominium Property Act (Chapter 514A, HRS), the Declaration, Bylaws, and House Rules control the rights and obligations of the apartment owners with respect to the project and the common elements, to each other, and to their respective apartments. The provisions of these documents are intended to be, and in most cases are, enforceable in a court of law.

- A. **Declaration of Condominium Property Regime** contains a description of the land, buildings, apartments, common elements, limited common elements, common interests, and other information relating to the condominium project.

The Declaration for this condominium is: *

Proposed
 Recorded -Bureau of Conveyances: Document No. _____
Book _____ Page _____
 Filed - Land Court: Document No. 3357547

The Declaration referred to above has been amended by the following instruments [state name of document, date and recording/filing information]:

First Amendment to Declaration of Condominium Property Regime of Beach Villas at Ko Olina Beach Tower and Condominium Map dated August 23, 2006 recorded in said Office as Document No. 3476389.

- B. **Condominium Map (File Plan)** shows the floor plan, elevation and layout of the condominium project. It also shows the floor plan, location, apartment number, and dimensions of each apartment.

The Condominium Map for this condominium project is:

Proposed
 Recorded - Bureau of Conveyances Condo Map No. _____
 Filed - 1760

The Condominium Map has been amended by the following instruments [state name of document, date and recording/filing information]:

First Amendment to Declaration of Condominium Property Regime of Beach Villas at Ko Olina Beach Tower and Condominium Map dated August 23, 2006 recorded in said Office as Document No. 3476389.

- C. **Bylaws of the Association of Apartment Owners** govern the operation of the condominium project. They provide for the manner in which the Board of Directors of the Association of Apartment Owners is elected, the powers and duties of the Board, the manner in which meetings will be conducted, whether pets are prohibited or allowed and other matters which affect how the condominium project will be governed.

The Bylaws for this condominium are:

Proposed
 Recorded -Bureau of Conveyances: Document No. _____
Book _____ Page _____
 Filed - Land Court: Document No. 3357548

The Bylaws referred to above have been amended by the following instruments [state name of document, date and recording/filing information].

Note: Purchasers should also be aware that the following Master Declarations are also applicable to the Project:

- 1) Ko Olina Declaration of Conditions, Covenants and Restrictions dated December 1, 1986, filed in said Office as Document No. 1419771, as the same may be amended and/or supplemented from time to time.
- 2) Declaration of Covenants for Ko Olina Community Association dated December 1, 1986, filed in said Office as Document No. 1419773, as the same may be amended and/or supplemented from time to time.
- 3) Master Declaration for the Development of Beach Villas at Ko Olina filed on November 15, 2005, filed in said Office as Document No. 3355113, as the same may be amended and/or supplemented from time to time.
- 4) Declaration of Reciprocal Easements and Irrevocable Facilities License dated September 1, 2005, filed in said Office as Document No. 3321230, as the same may be amended and/or supplemented from time to time.
- 5) Declaration of Covenants and Restrictions; Power to Grant Easements dated September 1, 2005, filed in said Office as Document No. 3321228, as the same may be amended and/or supplemented from time to time.

- D. **House Rules.** The Board of Directors may adopt House Rules to govern the use and operation of the common elements and limited common elements. House Rules may cover matters such as parking regulations, hours of operation for common facilities such as recreation areas, use of lanais and requirement for keeping pets. These rules must be followed by owners, tenants, and guests. They do not need to be recorded or filed to be effective. The initial House Rules are usually adopted by the Developer.

The House Rules for this condominium are:

Proposed Adopted Developer does not plan to adopt House Rules

* A copy of the House Rules is on file with the Real Estate Commission, and therefore, is available for purchasers to examine.

E. **Changes to Condominium Documents**

Changes to the Declaration, Condominium Map, and Bylaws are effective only if they are duly adopted and recorded and/or filed. Changes to House Rules do not need to be recorded or filed to be effective.

1. **Apartment Owners:** Minimum percentage of common interest which must vote for or give written consent to changes:

	<u>Minimum Set by Law</u>	<u>This Condominium</u>
Declaration (and Condo Map)	75%*	<u>75%</u>
Bylaws	65%	<u>67%</u>
House Rules	---	<u>By a majority of the Board of Directors</u>

* The percentages for individual condominium projects may be more than the minimum set by law for projects with five or fewer apartments.

2. **Developer:**

No rights have been reserved by the Developer to change the Declaration, Condominium Map, Bylaws or House Rules.

Developer has reserved the following rights to change the Declaration, Condominium Map, Bylaws or House Rules:

See attached Exhibit A

III. THE CONDOMINIUM PROJECT

A. Interest to be Conveyed to Buyer:

[X] Fee Simple: Individual apartments and the common elements, which include the underlying land, will be in fee simple.

[] Leasehold or Sub-leasehold: Individual apartments and the common elements, which include the underlying land will be leasehold.

Leases for individual apartments and the underlying land usually require that at the end of the lease term, the lessee (apartment owner/tenant) deliver to the lessor (fee property owner) possession of the leased premises and all improvements, including improvements paid for by the lessee.

Exhibit _____ contains further explanations regarding the manner in which the renegotiated lease rents will be calculated and a description of the surrender clause provision(s).

Lease Term Expires: _____ Rent Renegotiation Date(s): _____

Lease Rent Payable: [] Monthly [] Quarterly
[] Semi-Annually [] Annually

Exhibit _____ contains a schedule of the lease rent for each apartment per: [] Month [] Year

For Sub-leaseholds:

[] Buyer's sublease may be canceled if the master lease between the sublessor and fee owner is:
[] Canceled [] Foreclosed

[] As long as the buyer is not in default, the buyer may continue to occupy the apartment and/or land on the same terms contained in the sublease even if the master lease is canceled or foreclosed.

[] Individual Apartments in Fee Simple; Common Interest in the Underlying Land in Leasehold or Subleasehold:

Leases for underlying land usually require that at the end of the lease term, the lessees (apartment owners/tenants) deliver to the lessor (fee property owner) their interest in the land and that they either (1) remove or dispose of the building(s) and other improvements at the lessee's expense; or (2) convey the building(s) and improvements to the lessor, often at a specified price.

Exhibit _____ contains further explanations regarding the manner in which the renegotiated lease rents will be calculated and a description of the surrender clause provision(s).

Lease Term Expires: _____ Rent Renegotiation Date(s): _____

Rent Renegotiation Date(s): _____
Lease Rent Payable: [] Monthly [] Quarterly
[] Semi-Annually [] Annually

Exhibit _____ contains a schedule of the lease rent for each apartment per [] Month [] Year

[] Other:

IMPORTANT INFORMATION ON LEASEHOLD CONDOMINIUM PROJECTS

The information contained in this report is a summary of the terms of the lease. For more detailed information, you should secure a copy of the lease documents and read them thoroughly.

If you have any legal questions about leasehold property, the lease documents or the terms of the lease and the consequences of becoming a lessee, you should seek the advice of an attorney.

There are currently no statutory provisions for the mandatory conversion of leasehold condominiums and there are no assurances that such measures will be enacted in the future.

In leasehold condominium projects, the buyer of an apartment will acquire the right to occupy and use the apartment for the time stated in the lease agreement. The buyer will not acquire outright or absolute fee simple ownership of the land. The land is owned by the lessor or the leased fee owner. The apartment owner or lessee must make lease rent payments and comply with the terms of the lease or be subject to the lessor's enforcement actions. The lease rent payments are usually fixed at specific amounts for fixed periods of time, and are then subject to renegotiation. Renegotiation may be based on a formula, by arbitration set in the lease agreement, by law or by agreement between the lessor and lessee. The renegotiated lease rents may increase significantly. At the end of the lease, the apartment owners may have to surrender the apartments, the improvements and the land back to the lessor without any compensation (surrender clause).

When leasehold property is sold, title is normally conveyed by means of an assignment of lease, the purpose of which is similar to that of a deed. The legal and practical effect is different because the assignment conveys only the rights and obligations created by the lease, not the property itself.

The Developer of this condominium project may have entered into a master ground lease with the fee simple owner of the land in order to develop the project. The Developer may have then entered into a sublease or a new lease of the land with the lessee (apartment owner). The Developer may lease the improvements to the apartment owner by way of an apartment lease or sublease, or sell the improvements to the apartment owners by way of a condominium conveyance or apartment deed.

B. Underlying Land:

Address: 92-102 Waialii Place, Kapolei, Hawaii 96707 Tax Map Key (TMK): (1) 9-1-057-009 (por.)
to be assigned (1) 9-1-057-032

[] Address [X] TMK is expected to change because Each apartment will eventually be assigned a separate CPR number.

Land Area: 3.967 [] square feet [X] acre(s) Zoning: Resort

Fee Owner: Centex Homes
 Name
1099 Alakea Street, Suite 1540
 Address
Honolulu, Hawaii 96813

Lessor: N/A
 Name
 Address

C. **Buildings and Other Improvements:**

1. New Building(s) Conversion of Existing Building(s) Both New Building(s) and Conversion
 2. Number of Buildings: 2 Floors Per Building 11 (Beach Tower); 1 (Beach Bar)

Exhibit D contains further explanations.

3. Principal Construction Material:

Concrete Hollow Tile Wood

Other Steel, glass, flooring material, drywall, asphalt

4. Uses Permitted by Zoning:

		No. of <u>Apts.</u>	<u>Use Permitted By Zoning</u>	
<input checked="" type="checkbox"/>	Residential/resort	<u>92</u>	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input checked="" type="checkbox"/>	Commercial	<u>4</u>	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Mix Res/Comm	___	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Hotel	___	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Timeshare	___	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Ohana	___	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Industrial	___	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Agricultural	___	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Recreational	___	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Other	___	<input type="checkbox"/> Yes	<input type="checkbox"/> No

Is/Are this/these use(s) specifically permitted by the project's Declaration or Bylaws?

Yes No

5. Special Use Restrictions:

The Declaration and Bylaws may contain restrictions on the use and occupancy of the apartments. Restrictions for this condominium project include but are not limited to:

Pets: Pets permitted, however, subject to House Rules

Number of Occupants: _____

Other: See Exhibit "L," House Rules

There are no special restrictions.

6. Interior (fill in appropriate numbers):

Elevators: 2 Stairways: 3 Trash Chutes: 1
(other than within the apartments)

<u>Apt. Type</u>	<u>Quantity</u>	<u>BR/Bath</u>	<u>Net Living Area (sf)*</u>	<u>Net Other Area (sf)</u>	<u>(Identify)</u>
<u>See Exhibit "D"</u>	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

Total Number of Apartments: 96

* **Net Living Area is the floor area of the apartment measured from the interior surface of the apartment perimeter walls. See Exhibit "D" for details.**

Other documents and maps may give floor area figures which differ from those above because a different method of determining the floor area may have been used.

Boundaries of Each Apartment:

see Exhibit "B"

Permitted Alterations to Apartments:

see Exhibit "C"

Apartment Designated for Owner-Occupants Only: NOT APPLICABLE

Fifty percent (50%) of **residential** apartments must be so designated; Developer has a right to substitute similar apartments for those apartments already designated. Developer must provide this information either in a published announcement or advertisement as required by Section 514A-102, HRS; or include the information here in this public report and in the announcement (see attachment 11a). Developer has elected to provide the information in a published announcement or advertisement.

7. Parking Stalls:

Total Parking Stalls: 239

	<u>Regular</u>		<u>Compact</u>		<u>Tandem</u>		<u>TOTAL</u>
	Covered	Open	Covered	Open	Covered	Open	
Assigned (for each* unit)	—	—	—	—	—	—	—
Guest	—	—	—	—	—	—	—
Unassigned	<u>162</u>	—	<u>75</u>	—	—	—	<u>237</u>
Extra Purchase	—	—	—	—	—	—	—
Other: Handicap	<u>2</u>	—	—	—	—	—	<u>2</u>
Total Covered & Open:	<u>164</u>	—	<u>75</u>	—	<u>0</u>	—	<u>239</u>

* All parking stalls are currently Limited Common Elements appurtenant to Commercial Apartment 2. Each apartment will have the exclusive use of at least one (1) parking stall in the Project or in the Beach Villas at Ko Olina Ocean Tower project to be redesignated for such apartment's use prior to Closing. Owners may also be allowed to purchase the use of a particular and/or additional stall. Buyers are encouraged to find out which stall(s) will be available for their use.

The developer shall also designate certain parking stalls as guest stalls for use by apartment owners.

Commercial parking garage permitted in condominium project.

Exhibit "D" contains additional information on parking stalls for this condominium project.

8. Recreational and Other Common Facilities:

There are no recreational or common facilities.

Swimming Pools Storage Area Recreation Area

Laundry Areas Tennis Court Trash Enclosure(s)

Other: See below *

9. Compliance With Building Code and Municipal Regulations: Cost to Cure Violations

There are no violations. Violations will not be cured.

Violations and cost to cure are listed below: Violations will be cured by _____
(Date)

10. Condition and Expected Useful Life of Structural Components, Mechanical, and Electrical Installations
(For conversions of residential apartments in existence for at least five years):

Not Applicable

* It is anticipated that the Project will contain certain recreational facilities such as swimming pool areas and a spa, however, such areas will be limited common elements appurtenant to Commercial Apartment 2 (aka Business Apartment) that will be owned by the Developer, an affiliate of the Developer or an unrelated third-party. Owners will have the ability to utilize the recreational facilities and other areas within the limited common elements and services provided therein appurtenant to the Business Apartment pursuant to a license and/or other agreement between the Developer, its affiliate or such third-party and the Association, or pursuant to a direct agreement between Owners and the owner of Commercial Apartment 2, and, in return, Owners shall be required to pay a reasonable, equitable license fee for such usage and services provided therein. Buyers should review page 20 of this report for further information about the use of the recreational facilities of the Project.

11. Conformance to Present Zoning Code

- a. No variances to zoning code have been granted.
 Variance(s) to zoning code was/were granted as follows:

b. Conforming/Non-Conforming Uses, Structures, Lot

In general, a non-conforming use, structure, or lot is a use, structure, or lot which was lawful at one time but which does not now conform to present zoning requirements.

	<u>Conforming</u>	<u>Non-Conforming</u>	<u>Illegal</u>
Uses	<u> X </u>	<u> </u>	<u> </u>
Structures	<u> X </u>	<u> </u>	<u> </u>
Lot	<u> X </u>	<u> </u>	<u> </u>

If a variance has been granted or if uses, improvements or lot are either non-conforming or illegal, buyer should consult with county zoning authorities as to possible limitations which may apply.

Limitations may include restrictions on extending, enlarging, or continuing the non-conformity, and restrictions on altering and repairing structures. In some cases, a non-conforming structure that is destroyed or damaged cannot be reconstructed.

The buyer may not be able to obtain financing or insurance if the condominium project has a non-conforming or illegal use, structure, or lot.

D. Common Elements, Limited Common Elements, Common Interest:

1. Common Elements: Common Elements are those parts of the condominium project other than the individual apartments. Although the common elements are owned jointly by all apartment owners, those portions of the common elements which are designated as limited common elements (see paragraph 2 below) may be used only by those apartments to which they are assigned. The common elements for this project, as described in the Declaration, are:

described in Exhibit "E" .

as follows:

2. Limited Common Elements: Limited Common Elements are those common elements which are reserved for the exclusive use of the owners of certain apartments.

There are no limited common elements in this project.

The limited common elements and the apartments which use them, as described in the Declaration, are:

described in Exhibit "F" *.

as follows:

* Note: Land areas referenced herein are not legally subdivided lots.

3. Common Interest: Each apartment will have an undivided percentage interest in all of the common elements. This interest is called the "common interest." It is used to determine each apartment's share of the maintenance fees and other common profits and expenses of the condominium project. It may also be used for other purposes, including voting on matters requiring action by apartment owners. The common interests and Product Fees for the apartments in this project, as described in the Declaration, are:

described in Exhibit "D".

as follows:

- E. Encumbrances Against Title: An encumbrance is a claim against or a liability on the property or a document affecting the title or use of the property. Encumbrances may have an adverse effect on the property or your purchase and ownership of an apartment in the project.

Exhibit "G" describes the encumbrances against the title contained in the title report dated July 14, 2006 and issued by Island Title Corporation.

Blanket Liens:

A blanket lien is an encumbrance (such as a mortgage) on the entire condominium project that secures some type of monetary debt (such as a loan) or other obligation. A blanket lien is usually released on an apartment-by-apartment basis upon payment of specified sums so that individual apartments can be conveyed to buyers free and clear of the lien.

[X] There are no blanket liens affecting title to the individual apartments.

[] There are blanket liens which may affect title to the individual apartments.

Blanket liens (except for improvement district or utility assessments) must be released before the Developer conveys the apartment to a buyer. The buyer's interest will be affected if the Developer defaults and the lien is foreclosed prior to conveying the apartment to buyer.

Type of Lien

Effect on Buyer's Interest and Deposit if Developer Defaults
Or Lien is Foreclosed **Prior to Conveyance**

The Developer intends to finance its own construction;
thus, no mortgage liens by the Developer are anticipated.

F. Construction Warranties:

Warranties for individual apartments and the common elements, including the beginning and ending dates for each warranty, are as follows:

1. Building and Other Improvements:

The Developer will provide to purchaser a two (2) year "fit and finish" warranty and a one (1) year warranty on the common elements to the Association from the date of turnover.

2. Appliances:

The Developer will pass on the manufacturers' or other vendors' warranties made to it, if any, on any appliances included as part of the apartment being conveyed.

Note (as to 1 and 2 above): Except as provided above, Developer disclaims any implied warranty of habitability, any implied warranty of merchantability, any implied warranty of fitness for a particular purpose or use, any implied warranty of workmanship and any other express or implied warranties, with respect to the apartments, the Project, the common elements thereof, or as to any appliances and furnishings contained within the apartments or the Project.

G. **Status of Construction and Date of Completion or Date of Estimated Completion**

The Developer estimates, but does not guarantee, that the Project will be completed by November, 2008. Completion of all apartments in the Project is dependent on market demand, construction schedules and other variables.

H. **Project Phases:**

The Developer [X] has [] has not reserved the right to add to, merge, or phase this condominium.

Summary of Developer's plans or right to perform for future development (such as additions, mergers or phasing):

The Developer has reserved the right to merge the Project with the Beach Villas at Ko Olina Ocean Tower condominium project developed on Lot 16112, immediately adjacent to the Project. Should such merger occur, the two projects will be treated as one condominium project for administrative purposes and, it is further within the Developer's right to implement an ownership merger of the two projects whereby the projects will be legally merged into one condominium project. Buyers should review page 20 of this report for further information on the Developer's plans to merge the Project with the Ocean Tower condominium project developed on said Lot 16112.

IV. CONDOMINIUM MANAGEMENT

A. **Management of the Common Elements:** The Association of Apartment Owners is responsible for the management of the common elements and the overall operation of the condominium project. The Association may be permitted, and in some cases may be required, to employ or retain a condominium managing agent to assist the Association in managing the condominium project.

Initial Condominium Management Agent: When the Developer or the Developer's affiliate is the initial condominium managing agent, the management contract must have a term of one year or less and the parties must be able to terminate the contract on notice of 60 days or less.

The initial condominium managing agent for this project, named on page five (5) of this report, is:

not affiliated with the Developer the Developer or the Developer's affiliate.
 self-managed by the Association of Apartment Owners other _____

B. **Estimate of Initial Maintenance Fees:**

The Association will make assessments against your apartment to provide funds for the operation and maintenance of the condominium project. If you are delinquent in paying the assessments, your apartment may be liened and sold through a foreclosure proceeding.

Initial maintenance fees are difficult to estimate and tend to increase as the condominium ages. Maintenance fees may vary depending on the services provided.

Exhibit "H" contains a schedule of estimated initial maintenance fees and maintenance fee disbursements (subject to change). *

THE AMOUNTS SET FORTH IN SAID EXHIBIT "H" ARE ESTIMATES ONLY AND MAY CHANGE FOR REASONS BEYOND THE CONTROL OF THE DEVELOPER AND/OR UPON ADMINISTRATIVE AND OWNERSHIP MERGER OF THE PROJECT AND THE BEACH VILLAS AT KO OLINA OCEAN TOWER PROJECT LOCATED ON LOT 16112 AS SET FORTH HEREIN AND THE DECLARATION AND THE MASTER DECLARATION FOR THE DEVELOPMENT OF BEACH VILLAS AT KO OLINA. EXHIBIT "M" SETS FORTH THE DEVELOPER'S CURRENT BEST ESTIMATE OF THE COMMON INTEREST OF EACH APARTMENT UPON OWNERSHIP MERGER AND THE ESTIMATED MAINTENANCE FEES UPON BOTH ADMINISTRATIVE AND OWNERSHIP MERGER. PURCHASER RECOGNIZES AND ACKNOWLEDGES THAT SUCH COMMON INTERESTS AND MAINTENANCE FEES ARE SUBJECT TO CHANGE AS THE PROJECT AND/OR THE BEACH VILLAS AT KO OLINA OCEAN TOWER PROJECT EVOLVES. SUCH ESTIMATES ARE NOT INTENDED TO BE AND DO NOT CONSTITUTE ANY REPRESENTATION OR WARRANTY BY THE DEVELOPER, INCLUDING BUT NOT LIMITED TO ANY REPRESENTATION OR WARRANTY AS TO THE ACCURACY OF SUCH ESTIMATES.

The amounts set forth in the budget are estimates only and may change for reasons beyond the control of the developer. Insurance, energy and labor costs are currently in flux and can substantially increase over a short period of time. The developer cannot predict how changes in the economic, social and political conditions in Hawaii, the U.S. and/or globally may impact such costs. Purchasers are aware and acknowledge that the budget, and, as a result, each purchaser's maintenance fee, will likely increase due to the trend towards the increasing costs of insurance and energy.

* Note that also included in the maintenance fees imposed by the Association of Apartment Owners of Beach Villas at Ko Olina Beach Tower will be the maintenance fees imposed by the Ko Olina Community Association through the Master Declarations (described on page 6 herein). Purchasers should carefully review such Master Declarations to become familiar with the rights and obligations imposed therein.

C. Utility Charges for Apartments:

Each apartment will be billed separately for utilities except for the following checked utilities which are included in the maintenance fees:

- [] None [X] Electricity (X Common Elements Only _____ Common Elements and Apartments)
[] Gas (_____ Common Elements Only _____ Common Elements and Apartments)
[X] Water [X] Sewer [X] Television Cable (basic) *
[X] Other: Refuse collection; telephone *

* common elements only

V. MISCELLANEOUS

A. Sales Documents Filed With the Real Estate Commission:

Sales documents on file with the Real Estate Commission include but are not limited to:

- Notice to Owner Occupants
- Specimen Sales Contract
Exhibit "I" contains a summary of the pertinent provisions of the sales contract.
- Escrow Agreement dated June 24, 2005.
Exhibit "J" contains a summary of the pertinent provisions of the escrow agreement.
- Other: Apartment Deed. Exhibit "K" contains a summary of the pertinent provisions of the apartment deed.

B. Buyer's Right to Cancel Sales Contract:

1. Rights Under the Condominium Property Act (Chapter 514A, HRS):

Preliminary Report: Sales made by the Developer are not binding on the prospective buyer. Sales made by the Developer may be binding on the Developer unless the Developer clearly states in the sales contract that sales are not binding. A prospective buyer who cancels the sales contract is entitled to a refund of all moneys paid, less any escrow cancellation fee up to \$250.00.

Supplementary Report to a Preliminary Report: Same as for Preliminary Report.

Final Report or Supplementary Report to a Final Report: Sales made by the Developer are binding if:

- A) The Developer delivers to the buyer a copy of:
 - 1) Either the Final Public Report **OR** the Supplementary Public Report which has superseded the Final Public Report for which an effective date has been issued by the Real Estate Commission; **AND**
 - 2) Any other public report issued by the Developer prior to the date of delivery, if the report was not previously delivered to the buyer and if the report has not been superseded;
- B) The buyer is given an opportunity to read the report(s); **AND**
- C) One of the following has occurred:
 - 1) The buyer has signed a receipt for the report(s) and waived the right to cancel; or
 - 2) Thirty (30) days have passed from the time the report(s) were delivered to the buyer; or
 - 3) The apartment is conveyed to the buyer within 30 days from the date the report(s) were delivered to the buyer.

Material Change: Binding contracts with the Developer may be rescinded by the buyer if:

- A) There is a material change in the project which directly, substantially, and adversely affects (1) the use or value of the buyer's apartment or its limited common elements; or (2) the amenities available for buyer's use; **AND**
- B) The buyer has not waived the right to rescind.

If the buyer rescinds a binding sales contract because there has been a material change, the buyer is entitled to a full and prompt refund of any moneys the buyer paid.

2. Rights Under the Sales Contract: Before signing the sales contract, prospective buyers should ask to see and carefully review all documents relating to the project. If these documents are not in final form, the buyer should ask to see the most recent draft. These include but are not limited to the:
- A) Condominium Public Reports issued by the Developer which have been given an effective date by the Hawaii Real Estate Commission.
 - B) Declaration of Condominium Property Regime, as amended.
 - C) Bylaws of the Association of Apartment Owners, as amended.
 - D) House Rules, if any.
 - E) Condominium Map, as amended.
 - F) Escrow Agreement, as amended.
 - G) Hawaii's Condominium Property Act (Chapter 514A, HRS, as amended) and Hawaii Administrative Rules, (Chapter 16-107, adopted by the Real Estate Commission, as amended).
 - H) Other: The declarations described on page 6 hereof.

Copies of the condominium and sales documents and amendments made by the Developer are available for review through the Developer or through the Developer's sales agent, if any. The Condominium Property Regime law (Chapter 514A, HRS) and the Administrative Rules (Chapter 107) are available online. Please refer to the following sites:

Website to access official copy of laws: www.capitol.hawaii.gov

Website to access unofficial copy of laws: www.hawaii.gov/dcca/hrs

Website to access rules: www.hawaii.gov/dcca/har

This Public Report is a part of Registration No. 5715 filed with the Real Estate Commission on June 28, 2005.

Reproduction of Report. When reproduced, this report must be on:

YELLOW paper stock

WHITE paper stock

PINK paper stock

C. Additional Information Not Covered Above

1. Master Declarations. In addition to the Declaration of Condominium Property Regime of Beach Villas at Ko Olina Beach Tower ("Project Declaration"), purchasers of apartments in the Project will be subject to that certain Ko Olina Declaration of Covenants, Conditions and Restrictions dated December 1, 1986, recorded in said Office as Document No. 1419771, as the same may be amended and/or supplemented from time to time; and that certain Declaration of Covenants for Ko Olina Community Association dated December 1, 1986, recorded in said Office as Document No. 1419773, as the same may be amended and/or supplemented from time to time (collectively "Master Declarations"). Purchasers should pay special attention to additional design restrictions and design review processes imposed by such Master Declarations.

By way of such Master Declarations, purchasers of the Project will be deemed to have membership in the Ko Olina Community Association and, as such, will be subject to certain obligations, including but not limited to, the obligation to pay all assessments imposed by such Master Declarations, which are included in the Project's maintenance fees. All purchasers should review the Master Declarations for any additional obligations.

2. Master Declaration for the Development of Beach Villas at Ko Olina. The Project is subject to the Master Declaration for the Development of Beach Villas at Ko Olina ("KBV Master Declaration"). This instrument was recorded prior to the Project Declaration and is anticipated to provide, among other things, for the merger of the Project with any condominium project developed on Lot 16112 (Lot 53A) which is immediately adjacent to the Project. The KBV Master Declaration sets forth the technical procedures to implement the merger of the projects, both for administrative and ownership purposes, as well as the consequences that will ensue from such merger. The Developer reserves the right to implement such merger at any time until December 31, 2025. The common interests that shall be appurtenant to Apartments in the merged project is as stated in Exhibit "M" attached to this report. Such common interests are subject to change, however, in the event the number of apartments in the projects to be merged changes, or the size of apartments in such projects change.

3. Declaration of Reciprocal Easements and Irrevocable Facilities License. The Project is subject to the Declaration of Reciprocal Easements and Irrevocable Facilities License instrument ("Easement Declaration"). The Easement Declaration addresses the rights and obligations of the owners of the Project and of any condominium project developed on Lot 16112 (Lot 53A) (and their respective associations), with regard to future construction, the granting of easements to facilitate the development of the Project and Lot 16112 (Lot 53A), as well as reciprocal access and shared usage rights in favor of each Association over certain common element and limited common element that include recreational and other facilities of each condominium project. The Easement Declaration also sets forth a formula for the fee each Association must pay for cross-access and usage. If the Developer merges any condominium project developed on Lot 16112 (Lot 53A) with the Project, it is anticipated that the Easement Declaration will become void and of no further force or effect.

4. Declaration of Covenants and Restrictions; Power to Grant Easements. The Project is subject to the Declaration of Covenants and Restrictions; Power to Grant Easements ("DCCR; Easements"). The DCCR; Easements places certain restrictions on use of the property including, without limitation, a restriction against commercial or retail use (unless incidental to the residential use of the property or approved in writing by the declarant). The DCCR; Easements further requires that the property be used solely for luxury condominium purposes and that no portion of the property be used for time-share, fractional ownership or any similar purposes. In addition, the DCCR; Easements requires the use of Royal Hawaiian Resorts LLC or such other company designated by the declarant to be used as the managing company for the project, to the extent permitted by law and subject to other requirements in the DCCR; Easements. By way of this instrument, the declarant also reserves the power to grant the City and County of Honolulu easements without the consent of the owners.

5. Affiliates of Developer. Prospective purchasers are hereby advised that Centex Homes, dba Centex Destinations Properties, the Developer of the Project, is also licensed to act as the Real Estate Broker for the Project.

6. Use of Recreational Facilities; Club Program. The recreational facilities within the Project, including, without limitation, the pool areas and spa, are not subject to the administration of the Association. Instead, such recreational facilities are limited common elements appurtenant to Commercial Apartment 2 ("Business Apartment") of the Project that will be owned by the Developer, its Affiliate or a third-party. It is contemplated, but cannot be guaranteed by the Developer, that Owners will be permitted to use the recreational facilities upon making payments of a reasonable license fee to be determined by the owner of Commercial Apartment 2. Such fee may be charged to Owners, and usage may be implemented, in connection with a license or other arrangement between the owner of Commercial Apartment 2 and the Association, or pursuant to direct agreements between Owners and the owner of Commercial Apartment 2. Subject to the terms of the Project Declaration, the owner of Commercial Apartment 2 may also implement a club program to permit usage of the recreational facilities by the Owners. Such club program may or may not be mandatory in nature; may permit usage of the recreational facilities by persons who are not Owners in addition to usage of the recreational facilities by

Owners; and may permit the owner of Commercial Apartment 2, as the operator of the club, to place liens on the Apartments for nonpayment of membership dues. If implemented, the club shall be governed by rules and regulations promulgated by the owner of Commercial Apartment 2, which rules and regulations shall be subject to the Project Declaration, the Master Declarations, the KBV Master Declaration and the Easement Declaration.

7. Design Committee. The Project will have a Design Committee, as described in the Bylaws, which will be established by the Association to promulgate design rules and regulations and regulate the apartment owners' compliance with such design rules and regulations.

8. Real Property Tax Assessment. Developer shall be responsible for any real property taxes attributable to the property prior to closing. Any real property taxes paid in advance by Developer for the property will be prorated as a closing cost payable by purchaser pursuant to the Sales Contract.

9. Resale of Apartments. The Developer intends to implement a program whereby any apartment sold within one year of the closing date of said apartment will be subject to the Developer's right to a percentage share of the proceeds of such sale, less the cost of the acquisition of the apartment by the selling party. In the event Developer decides to implement such a program, details of the program will be finalized and disclosed to each purchaser upon the issuance of any Contingent Final Public Report or Final Public Report covering apartments in the Project and prior to the execution of a binding sales contract.

10. Developer to Pay Actual Costs of Project. The Developer hereby discloses that it shall initially assume the actual common expenses of the Project, pursuant to Section 514A-15 of the Hawaii Revised Statutes, from the date upon which certificates of occupancy are issued for the respective apartments of the Project, unless otherwise prohibited by law. Accordingly, no apartment owner shall be obligated to pay his or her respective share of the common expenses until the Developer files a written statement ("Notification") with the Real Estate Commission of the State of Hawaii ("Commission") notifying the Commission and all apartment owners of the Project that, after a date certain ("Transition Date"), each apartment owner shall thereafter be obligated to pay for the respective share of common expenses allocated to said owner's apartment. The Notification shall be filed with the Commission at least thirty (30) days prior to the Transition Date, and a copy of said amendment shall be delivered to each of the apartment owners whose maintenance expenses were assumed by the Developer.

11. Hospitality Services. The Developer, as Owner of the Business Apartment, by way of the Declaration may require all owners participate in certain Basic First Class Standard Services and certain optional Enhanced First Class Standard Services (collectively, "Hospitality Services"). The Developer, as owner of the Business Apartment, may alter the types and amounts of Hospitality Services provided at the Project, may require owner participation in additional Hospitality Services or less Hospitality Services or not require participation in any Hospitality Services, in its sole discretion. Each owner in the project will be required to participate in the Basic First Class Standard Services program. As such, the cost of Basic First Class Standard Services will be a common expense ("Hospitality Services Fee"). Accordingly, the developer's decision to offer more or less services will affect the Hospitality Services Fee and cause an adjustment in the maintenance fees. The individual apartment owner requesting such service or such owner's guest or occupant will pay for Enhanced First Class Standard Services. The Hospitality Services and Hospitality Services Fee are further described in the Declaration.

12. Transient Use. The apartments in the Project may be used for long-term residential use, hotel or transient vacation rental purposes, or other uses permitted by law, the Declaration and the Bylaws, that are consistent with a resort destination operating pursuant to First Class Standards, as defined in the Declaration; provided that (i) other than as may be provided in the Declaration, no commercial business activity and no home occupation involving visitation by members of the public on a regular basis shall be conducted from any Residential Apartment, as defined in the Declaration; (ii) notwithstanding anything contained in the Declaration or in law to the contrary, the Apartments in the Project or any interest therein, shall not be the subject of or sold, transferred, conveyed, leased, occupied, rented or used at any time under a time share plan (as defined in Hawaii Revised Statutes, Chapter 514E, as amended) or similar arrangement or program whether covered by Chapter 514E or not, including, without limitation, any so-called "fractional ownership", "vacation license", "travel club membership", "club membership", "membership club", "time-interval ownership" or "interval ownership" as offered and established through a third-party vacation membership service provider who is in the business of providing and managing such programs; and (iii) all hotel or transient vacation uses shall be for periods longer than seven (7) consecutive days.

13. Effects of Joint Development Agreement/Conditional Use Permit. The lot underlying the Project is subject to that certain Agreement for Issuance of Conditional Use Permit Under Section 21-5.380 of the Land Use Ordinance (LUO) dated April 19, 2005 and recorded in said Office as Document No. 3255800, as amended ("CUP") and that certain Joint Development Agreement and Agreement to Grant Easements dated September 1, 2005 and recorded at said Office as Document No. 3321227, as amended ("JDA"). The JDA is a private agreement among landowners of adjoining lots (including the lot underlying the Project) to treat said lots as one zoning lot for purposes of the Land Use Ordinance ("LUO"). In other words, the JDA allows separate adjoining lots, including the lot underlying the Project, to be treated as one (1) contiguous "lot" strictly for zoning purposes to allow for more efficient use of each individual lot, including, but not limited to (i) the ability to freely divide the total allowable floor area allocation for the one (1) contiguous "lot" among the individual lots and (ii) to treat the perimeter around the one (1) contiguous "lot" as the "building envelope" rather than considering the perimeter of each individual lot as separate "building envelopes". As a result, owners of the individual lots have flexibility to determine the amount of density allocated to each individual lot and the location of structures within each lot. In order for the City to recognize the validity of the JDA and subsequent treatment of the individual lots as one zoning lot, landowners were required to obtain the CUP from the City.

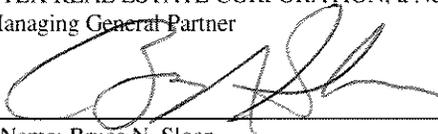
According to the CUP, any violation of the CUP and the zoning regulations constitutes grounds for the City to revoke or suspend any building permits issued on the individual lots involved, and failure to maintain the development in accordance with the CUP shall constitute grounds for the City to revoke or suspend the CUP. Purchaser is hereby notified that violation of the CUP may occur as a result of events beyond Developer's control. For instance, the owner of one of the lots adjoining the Project may exceed the density allocated to it in its development which may cause all owners to exceed the maximum density allowed to the one (1) contiguous "lot" under the LUO, and be in violation of the CUP. Should construction of the Project be suspended for more than three (3) months or terminated due to the suspension or revocation of any building permits required to complete the Project as a result of the actions, or non-actions, of an owner of a lot covered by the CUP and JDA, other than the Developer, Developer will have the right to cancel the sales contract. Upon any such cancellation, the parties agree that the damage that will be incurred by Purchaser will be difficult and expensive to measure and Purchaser acknowledges that it is impossible to precisely estimate the specific damages to be suffered by Purchaser.

Accordingly, the Developer and Purchaser agree that upon any such cancellation, Purchaser shall be entitled to liquidated damages in an amount equal to \$10,000, which Purchaser and Developer agree is a reasonable estimate of Purchaser's damages resulting from a delay in construction or termination of Purchaser's opportunity to own an Apartment in the Project.

- D. The developer declares subject to the penalties set forth in section 514A-49(b) that this project is in compliance with all county zoning and building ordinances and codes, and all other county permitting requirements applicable to the project, pursuant to Act 251 (SLH 2000) [Section 514A-1.6] (The developer is required to make this declaration for issuance of an effective date for a final public report.)
- E. The developer hereby certifies that all the information contained in this Report and the Exhibits attached to this Report and all documents to be furnished by the developer to buyers concerning the project have been reviewed by the developer and are, to the best of the developer's knowledge, information and belief, true, correct and complete.

CENTEX HOMES, a Nevada general partnership,
dba Centex Destination Properties

By CENTEX REAL ESTATE CORPORATION, a Nevada corporation
Its Managing General Partner

By 
Name: Bruce N. Sloan
Its: President, Hawaii Division

"Developer"

Aug. 2, 2006
Date

Distribution:

Department of Finance, City and County of Honolulu
Planning Department: City and County of Honolulu

* Must be signed for a: corporation by an officer; partnership or Limited Liability Partnership (LLP) by the general partner; Limited Liability Company (LLC) by the manager or member; and for an individual by the individual.

EXHIBIT "A"

RIGHTS RESERVED BY DEVELOPER

Among other rights, the Developer will have the following reserved rights with respect to the Project which are more particularly set forth in the Declaration. Capitalized terms have the same meaning ascribed to such terms in the Declaration.

A. **RESERVED RIGHT TO GRANT AND/OR RECEIVE EASEMENTS.** Developer does hereby reserve the right unto itself, its successors and assigns, to and until December 31, 2025 and in accordance with Article XX of the Declaration, to delete, cancel, relocate, realign, reserve, designate, grant and receive any and all easements and rights of way over, under, through, across and upon the Common Elements (including the Limited Common Elements) and the Property, and to receive any and all easements over any other adjacent or adjoining property for the benefit of the Apartment Owners, as necessary or desirable in Developer's sole discretion, including, but not limited to, easements and/or rights of way for utilities, cesspools, sanitary and storm sewers, cable television, telecommunications systems, refuse disposal, driveways, parking areas, roadways, access to other Ko Olina resort amenities and easements and/or rights of way necessary to exercise any of its reserved rights in the Declaration; provided, however, that such easements and/or rights of way shall not be exercised so as to unreasonably disturb, impair or interfere with the normal use and enjoyment of the Project by the Apartment Owners; and provided that Developer shall have the right to negotiate and agree to such terms with respect to such easements and rights of way as the Developer deems appropriate in its sole discretion; and provided that the Developer obtain the prior written consent of the Owner(s) of the affected Commercial Apartment(s), which consent shall not be unreasonably withheld or delayed.

B. **RESERVED RIGHT TO ALTER AND/OR EXPAND, SUBDIVIDE AND CONSOLIDATE APARTMENTS.** Developer does hereby reserve the right unto itself, its successors and assigns, to and until December 31, 2025, as provided in Article XXI of the Declaration, without obtaining the approval of any party with an interest in the Project, including, without limitation, any other Owner and/or mortgagee, and including the Design Committee, to alter the floor plan of any Apartment which it owns at any time provided that the common interest appurtenant to the Apartment shall not change; cause the subdivision of any Apartment which it owns at any time to create two (2) or more Apartments, provided that the total common interest appurtenant to the newly-created Apartments shall equal the common interest appurtenant to the original Apartment; and convert certain portions of any existing Apartment to Common Element status to facilitate any subdivision, provided that the total common interest appurtenant to the newly-created Apartments shall equal the common interest appurtenant to the original Apartment; and recalculate the Common Interest appurtenant to each Apartment upon subdivision and/or consolidation. Furthermore, if Developer is the Owner of any two (2) or more Apartments separated by a party wall, floor, or ceiling, Developer shall have the right, without obtaining the approval of any party with an interest in the Project, including, without limitation, any other Owner and/or mortgagee, to consolidate such Apartments that are separated and to alter or remove all or portions of the intervening wall, floor or ceiling at the Developer's expense, provided that the structural integrity of the Project is not affected; the finish of the Common Element remaining is restored to a condition substantially compatible to the Common Element prior to such alteration; and all necessary construction activity shall be completed within a reasonable amount of time, subject to delays beyond the reasonable control of Developer. The Developer shall further have the right to convert that area between Apartments to an Apartment for so long as such Apartments shall remain consolidated or shall continue to be commonly used or owned.

C. **RESERVED RIGHT TO RECHARACTERIZE LIMITED COMMON ELEMENTS.** Developer does hereby further reserve the right unto itself, its successors and assigns, to and until December 31, 2025, to amend the Declaration to recharacterize certain Limited Common Elements as may be appurtenant to an Apartment owned by Developer as being Common Elements of the Project. The right to amend the aforesaid Declaration, and to effect the recharacterization of any Limited Common Element as provided in this paragraph shall be exercised in accordance with Article XXIII of the Declaration.

D. **RESERVED RIGHT TO MODIFY PROJECT.** Developer does hereby further reserve the right unto itself, its successors and assigns, to and until December 31, 2025, to effect such modifications to Apartments and Common Elements in the Project and/or to execute, record and deliver any amendments to the Declaration and the Condominium Map, Bylaws, House Rules and/or Design Committee Rules (if any) for the Project, as may be

necessary or required by Developer, in its sole discretion, to effect compliance by the Project, the Association or Developer, with laws which apply to the Project, including, without limitation, the Fair Housing Act, as amended, 42 U.S.C. §§3601 *et seq.*, including any and all rules and regulations promulgated thereunder. The right to effect modifications to Apartments and Common Elements in the Project as provided in this paragraph shall be exercised in accordance with Article XXIV of the Declaration.

E. RESERVED RIGHT TO REDESIGNATE LIMITED COMMON ELEMENTS AS APPURTENANT TO OTHER APARTMENTS. Developer does hereby further reserve the right unto itself, its successors and assigns, to and until December 31, 2025, to amend the Declaration to designate certain Limited Common Elements as may be appurtenant to certain Apartments owned by Developer as being appurtenant to another Apartment or Apartments owned by the Developer. The right to amend the aforesaid Declaration and to effect the designation of any Limited Common Element appurtenant to certain Developer-owned Apartments as being appurtenant to another Developer-owned Apartment or Apartments shall be exercised in accordance with Article XXV of the Declaration.

F. RESERVED RIGHT TO SUBDIVIDE AND WITHDRAW LAND. Developer does hereby further reserve unto itself, its successors and assigns, subject to the prior written consent of Ko Olina Development, LLC, which shall not be unreasonably withheld or delayed, the right, to and until December 31, 2025, to subdivide and withdraw from the operation of the Declaration portions of the Land underlying the Project, and to convey such withdrawn portions to itself or to one or more third parties. The right to subdivide and/or consolidate and resubdivide, withdraw and convey portions of the Land underlying the Project as provided in this paragraph shall be exercised in accordance with Article XXVI of the Declaration.

G. RESERVED RIGHT TO MERGE PROJECT. Developer shall have the reserved right at any time or times prior to December 31, 2025 pursuant to Article XXVII and XXVIII of the Declaration, without being required to obtain the joinder or consent of any Apartment Owner, lienholder or other person, to perform an administrative or ownership merger of any project created on Lot 53A with the Project as it may then be constituted, all as though such Lot 53A Project and the Project had been developed as a single project.

H. RESERVED RIGHT TO CONDUCT SALES ACTIVITIES. Developer does hereby further reserve the right unto itself and its brokers, sales agents and other related persons, to conduct extensive sales activities at the Project and from any Apartment owned by Developer, which right shall include, without limitation, showing the Project to potential buyers, the use of model Apartments, sales and management offices, permitting potential buyers to stay in Apartments owned by Developer and the use of banners, signs or other extensive sales displays at the Project, and to utilize the Common Elements for functions relating to the sale of Apartments in the Project during the time periods specified in Article XXIX of the Declaration. Owner acknowledges that the sales activities may result in noise and nuisances, and consents to such activity by Developer, and further waives, releases and discharges any rights, claims or actions such party may acquire against Developer, its brokers, sales agents, employees and lenders, and their respective successors and assigns as a result of any such activity or activities.

I. RESERVED RIGHT TO DEVELOP AND CONSTRUCT OR NOT TO DEVELOP AND CONSTRUCT BUILDINGS AND/OR ALL LIMITED COMMON ELEMENTS APPURTENANT TO THE BUSINESS APARTMENT AT THE SAME TIME OR AT ALL. Developer does hereby reserve unto itself, its successors and assigns, to and until December 31, 2025 (or such other date as may be established by the Developer in its sole discretion), the right to, at any time and from time to time complete construction of all buildings and improvements and/or Limited Common Elements appurtenant to the Business Apartment in the Project. The Developer does not represent or warrant that all buildings and improvements and/or Limited Common Elements appurtenant to the Business Apartment described in the Condominium Map will be developed, nor shall anything herein require the Developer to develop all of the buildings, and improvements and/or Limited Common Elements appurtenant to the Business Apartment described in the Condominium Map. Developer shall also have the accompanying right to enter upon the property and use the property and any Common Elements, and do all things reasonably necessary, desirable or useful for designing, developing and constructing or completing any buildings, connecting the same to utility installations of the Project as then constituted, and selling any Apartments created in any building. The reserved right to develop and construct buildings and improvements and/or Limited Common Elements appurtenant to the Business Apartment at a later time or not at all shall be exercised in accordance with Article XXX of the Declaration.

J. RESERVED RIGHT TO CONSTRUCT ROADS, DRIVEWAYS AND CONSTRUCT AND MAINTAIN MAILBOX STRUCTURES. Developer does hereby reserve unto itself, its successors and assigns, to and until December 31, 2025, the right to construct and maintain roads, driveways and mailbox structures anywhere within the Project, including, without limitation, within any Limited Common Element area of the Project; provided that the construction of such roads, driveways and mailbox structures shall not adversely impact or impair the square footage of any Apartment in the Project. The reserved right to construct and maintain driveways and group mailbox structures shall be exercised in accordance with Article XXXI of the Declaration.

K. RESERVED RIGHT TO CONSTRUCT WALKWAYS THROUGH COMMON ELEMENTS. Developer does hereby reserve unto itself, its successors and assigns, in accordance with Article XXXII of the Declaration, to and until December 31, 2025, the right to construct walkways throughout the Common Elements of the Project. Such walkways shall be for the use and enjoyment of the Apartment Owners.

L. RESERVED RIGHT TO ALTER THE NUMBER OF APARTMENTS AND/OR BUILDINGS IN THE PROJECT. Developer does hereby reserve unto itself, its successors and assigns, to and until December 31, 2025 (or such other date as may be established by the Developer in its sole discretion), to reduce or increase the number of Apartments in the Project, notwithstanding anything provided to the contrary, and except as otherwise provided by law. Developer shall further reserve the accompanying right to record and file amendments to the Declaration and Condominium Map describing the revised description of the Apartments that comprise the Project and the undivided percentage common interest appurtenant to the Apartments as a result of the reduction or increase in the total number of Apartments. The reserved right to alter the number of Apartments and/or buildings in the Project shall be exercised in accordance with Article XXXIII of the Declaration.

M. RESERVED RIGHT TO UTILIZE LIMITED COMMON ELEMENT AREAS APPURTENANT TO BUSINESS APARTMENT. The Developer shall have the reserved right, without obligation, to and until December 31, 2025, in accordance with Article XXXIV of the Declaration, to operate, convey, sell, lease and/or utilize all or any part of the Limited Common Elements that are appurtenant to such Apartment for any purpose permitted by law, not prohibited by any other agreement or instrument. Such right also includes the right of the Owner of the Business Apartment to fully contract with various providers of goods and services, and retain any compensation retained by the Owner as consideration.

N. RESERVED RIGHT TO INSPECT THE CONDITION OF THE COMMON ELEMENTS AND THE IMPROVEMENTS AND FACILITIES THEREON. Developer does hereby reserve the right unto itself, its successors and assigns, to and until December 31, 2025 and in accordance with Article XXXV of the Declaration, to inspect the conditions of the Common Elements and the improvements and facilities thereon, if any, and to perform any maintenance and any repairs thereto as the Developer deems necessary or appropriate in Developer's sole and absolute discretion or to notify the Association and the Association shall promptly perform the required maintenance or repairs.

O. RESERVED RIGHT TO LEASE OR TRANSFER COMMERCIAL APARTMENTS. The Developer shall have the reserved right, but not the obligation to and until December 31, 2025, to lease or transfer ownership of the Commercial Apartment to the Association or a third-party and to redesignate Limited Common Elements appurtenant to such Commercial Apartment to Apartment(s) owned by the Association or such third-party, and to the extend necessary or required, to amend the Declaration and Condominium Map to effect the same. Upon transfer to the Association, the Association shall accept ownership of any such Commercial Apartment together with any appurtenant Limited Common Element(s) by way of a quitclaim deed. This reserved right to lease or transfer Commercial Apartments shall be exercised in accordance with Article XXXVI of the Declaration.

P. RESERVED RIGHT TO CONVERT PARKING STALLS TO STORAGE AREAS. The Owner of the Business Apartment shall have the reserved right to and until December 31, 2025, in accordance with Article XXXVII of the Declaration, to amend the Declaration in order to convert existing parking stalls in the project that are appurtenant as Limited Common Elements to the Business Apartment, to storage areas, and to then reassign such storage areas as Limited Common Elements appurtenant to other Apartments in the Project with the consent of such Owners.

Q. RESERVED RIGHT REGARDING SPECIAL MANAGEMENT AREA PERMIT AND JOINT DEVELOPMENT AGREEMENTS. Developer shall have the reserved right, to and until December 31, 2025, in accordance with Article XXXVIII of the Declaration, to amend the Declaration, to enter into any agreements and to grant easements and to do all things necessary and convenient to satisfy the requirements of any Special Management Area Permit and joint development agreements pertaining to the Project, including without limitation, Special Management Area Permit No. 85/SMA-89 and 85/SV-14 and those certain joint development agreements affecting the Project, and to execute, file and deliver any and all documents necessary to effect the same, including, but not limited to, any amendments to the Declaration and to the Condominium Map.

Owner by taking title to an Apartment consents to each of the foregoing reserved rights, and Developer's exercise thereof, and to the recording of any and all documents necessary to effect the same in said Office, including any amendment or amendments to the Declaration, the Condominium Map, the Bylaws, the House Rules and/or the Design Guidelines, as appropriate; agrees to execute, deliver and record such documents and instruments and do such other things as may be necessary or convenient to effect the same; and appoints the Developer and its successors and assigns and the Association as his attorney-in-fact with full power of substitution to execute, deliver and record such documents and instruments and to do such things on Owner's behalf, which grant of such power, being coupled with an interest, is irrevocable for the term of said reserved rights in accordance with Article XXXIX of the Declaration, and shall not be affected by the disability of such party or parties.

Notwithstanding anything stated herein to the contrary, the rights reserved to the Developer herein shall be fully assignable by the Developer in whole or in part, and every Apartment Owner in the Project and all holders of liens affecting any of the Apartments and each and every other party acquiring an interest in the Project or any part thereof, by acquiring such Apartment, lien or other interest, consents to any such assignment by Developer, and, to the extent designated by the Developer, agrees to recognize any assignee as the "Developer" under this Deed. This right shall be exercised as provided in and in accordance with Article XL of the Declaration.

* * * * *

THE ABOVE SUMMARY IS NOT INTENDED TO BE A THOROUGH AND EXHAUSTIVE EXPLANATION OF ALL OF THE RIGHTS RESERVED BY THE DEVELOPER UNDER THE CONDOMINIUM DOCUMENTS. WHILE A PURCHASER CAN USE THIS SUMMARY AS A GENERAL SUMMARY OF SUCH RESERVED RIGHTS, PURCHASER SHOULD REFER TO THE CONDOMINIUM DECLARATION TO DETERMINE THE ACTUAL RIGHTS RESERVED BY THE DEVELOPER. IF ANY CONFLICT OR DIFFERENCE EXISTS BETWEEN THIS SUMMARY AND THE CONDOMINIUM DECLARATION, THE CONDOMINIUM DECLARATION WILL CONTROL.

EXHIBIT "B"

BOUNDARIES OF EACH APARTMENT

Capitalized terms have the same meaning ascribed to such terms in the Declaration.

With the exception of Commercial Apartment 3 that is a free standing building, each Apartment shall be deemed to include, without limitation: (i) all walls and partitions which are not load-bearing within its perimeter or party walls, (ii) all pipes, shafts, vents, ducts, pumps, conduits, cables, wiring, other utility or service lines running through such Apartment or other utility meters which are utilized for and serve only that Apartment, (iii) the decorated or finished interior surfaces of all perimeter and party walls and load-bearing walls, floors and ceilings of each Apartment, and the air space located within the decorated or finished interior surfaces of all perimeter and party walls and load-bearing walls, floors and ceilings of each Apartment, (iv) the decorated or finished interior surfaces of any doors, door frames, windows or window frames, (v) all cranks and other window hardware, (vi) all appliances and fixtures installed in the Apartment, and replacements therefor, and (vii) any interior stairway connecting the floors of an Apartment (as applicable).

With the exception of Commercial Apartment 3 that is a free standing building, each Apartment shall not be deemed to include, without limitation: (i) the perimeter or party walls surrounding an Apartment from the undecorated or unfinished interior surfaces thereof and any improvements and/or air space located beyond such undecorated or unfinished interior surface of such perimeter or party walls, (ii) the undecorated or unfinished interior surfaces of the floors and ceilings surrounding an Apartment and the roof of the building in which the Apartment is located, and any improvements and/or air space (if any) located beyond such floors and ceilings, (iii) the decorated or finished exterior surfaces of perimeter doors, door frames, windows and window frames surrounding an Apartment, (iv) the interior load-bearing walls and columns (if any) located in the building in which the Apartment is located and the undecorated or unfinished surfaces thereof, (v) any pipes, shafts, vents, ducts, pumps, conduits, cables, wiring and other utility or service lines running through each Residential Apartment or other utility meters, which are utilized for or serve more than one Residential Apartment, and (vi) the Common Elements, including the Limited Common Elements.

THE ABOVE SUMMARY IS NOT INTENDED TO BE A THOROUGH AND EXHAUSTIVE DESCRIPTION OF THE BOUNDARIES OF EACH APARTMENT. WHILE A PURCHASER CAN USE THIS SUMMARY AS A GENERAL DESCRIPTION OF SUCH BOUNDARIES, PURCHASER SHOULD REFER TO THE CONDOMINIUM DECLARATION TO DETERMINE THE ACTUAL DESCRIPTION. IF ANY CONFLICT OR DIFFERENCE EXISTS BETWEEN THIS SUMMARY AND THE CONDOMINIUM DECLARATION, THE CONDOMINIUM DECLARATION WILL CONTROL.

EXHIBIT "C"

PERMITTED ALTERATIONS TO APARTMENTS

Capitalized terms have the same meaning ascribed to such terms in the Declaration.

Except as otherwise expressly provided in the Declaration or in the Master Declarations, restoration or replacement of the Project or any portion thereof or construction of any additional improvement or structural alteration or addition to any improvement, different in any material respect from the Condominium Map of the Project, shall be undertaken by the Association or any Apartment Owner only pursuant to an amendment of the Declaration in accordance with Article XIII thereof, duly executed pursuant to the provisions thereof, accompanied by the written consent of the holders of all mortgage liens affecting any of the Apartments involved, and in accordance with complete plans and specifications therefor first approved in writing by the Design Committee. Promptly upon completion of such restoration, replacement or construction the Association or Owner, as the case shall be, shall duly file such amendment, together with a complete set of floor plans of the Project as so altered, certified as built by a registered architect or professional engineer.

* * * * *

THE ABOVE SUMMARY IS NOT INTENDED TO BE A THOROUGH AND EXHAUSTIVE EXPLANATION OF ALL RESTRICTIONS ON ALTERATIONS TO APARTMENTS CONTAINED IN THE PROJECT DOCUMENTS. WHILE A PURCHASER CAN USE THIS SUMMARY AS A GENERAL SUMMARY OF RIGHTS AND OBLIGATIONS UNDER THE PROJECT DOCUMENTS, PURCHASER MUST REFER TO THE DECLARATION, BYLAWS AND HOUSE RULES TO DETERMINE THE PURCHASER'S ACTUAL RIGHTS AND OBLIGATIONS. IF ANY CONFLICT OR DIFFERENCE EXISTS BETWEEN THIS SUMMARY AND THE PROJECT DOCUMENTS, THE PROJECT DOCUMENTS WILL CONTROL.

EXHIBIT "D"

**APARTMENT NUMBERS, APARTMENT TYPES, LAYOUT, APPROXIMATE NET LIVING AREA,
APPROXIMATE LANAI AREA, PERCENTAGE COMMON INTEREST**

Capitalized terms shall have the same meaning ascribed to such terms in the Declaration.

A. RESIDENTIAL APARTMENTS

Apartment Number	Apartment Type	Bedroom / Bathrooms	Approximate Net Living Area (sf)	Approximate Lanai Area (sf)	Percentage Common Interest
B-101	C2	3/3	1498	385	1.189134%
B-102	B	2/2	1171	215	0.929557%
B-103	A1	3/3	1478	215	1.173258%
B-104	A1-R	3/3	1478	215	1.173258%
B-105	B-R	2/2	1171	215	0.929557%
B-106	B	2/2	1171	215	0.929557%
B-107	A1	3/3	1478	215	1.173258%
B-108	B-R	2/2	1171	215	0.929557%
B-109	D-R	2/2	1315	260	1.043866%
B-110	D	2/2	1315	260	1.043866%
B-201	C	3/3	1498	406	1.189134%
B-202	B	2/2	1171	215	0.929557%
B-203	A1	3/3	1478	215	1.173258%
B-204	A1-R	3/3	1478	215	1.173258%
B-205	B-R	2/2	1171	215	0.929557%
B-206	B	2/2	1171	215	0.929557%
B-207	A1	3/3	1478	215	1.173258%
B-208	B-R	2/2	1171	215	0.929557%
B-209	D-R	2/2	1315	260	1.043866%
B-210	D	2/2	1315	260	1.043866%
B-301	C	3/3	1498	406	1.189134%
B-302	B	2/2	1171	215	0.929557%
B-303	A1	3/3	1478	215	1.173258%
B-304	A1-R	3/3	1478	215	1.173258%
B-305	B-R	2/2	1171	215	0.929557%
B-306	B	2/2	1171	215	0.929557%
B-307	A1	3/3	1478	215	1.173258%
B-308	B-R	2/2	1171	215	0.929557%
B-309	D-R	2/2	1315	260	1.043866%
B-310	D	2/2	1315	260	1.043866%
B-401	C	3/3	1498	406	1.189134%
B-402	B	2/2	1171	215	0.929557%
B-403	A1	3/3	1478	215	1.173258%
B-404	A1-R	3/3	1478	215	1.173258%
B-405	B-R	2/2	1171	215	0.929557%
B-406	B	2/2	1171	215	0.929557%
B-407	A1	3/3	1478	215	1.173258%
B-408	B-R	2/2	1171	215	0.929557%
B-409	D-R	2/2	1315	260	1.043866%
B-410	D	2/2	1315	260	1.043866%
B-501	C	3/3	1498	406	1.189134%
B-502	B	2/2	1171	215	0.929557%

Apartment Number	Apartment Type	Bedroom / Bathrooms	Approximate Net Living Area (sf)	Approximate Lanai Area (sf)	Percentage Common Interest
B-503	A1	3/3	1478	215	1.173258%
B-504	A1-R	3/3	1478	215	1.173258%
B-505	B-R	2/2	1171	215	0.929557%
B-506	B	2/2	1171	215	0.929557%
B-507	A1	3/3	1478	215	1.173258%
B-508	B-R	2/2	1171	215	0.929557%
B-509	D-R	2/2	1315	260	1.043866%
B-510	D	2/2	1315	260	1.043866%
B-601	C	3/3	1498	406	1.189134%
B-602	B	2/2	1171	215	0.929557%
B-603	A1	3/3	1478	215	1.173258%
B-604	A1-R	3/3	1478	215	1.173258%
B-605	B-R	2/2	1171	215	0.929557%
B-606	B	2/2	1171	215	0.929557%
B-607	A1	3/3	1478	215	1.173258%
B-608	B-R	2/2	1171	215	0.929557%
B-609	D-R	2/2	1315	260	1.043866%
B-610	D	2/2	1315	260	1.043866%
B-701	C	3/3	1498	406	1.189134%
B-702	B	2/2	1171	215	0.929557%
B-703	A1	3/3	1478	215	1.173258%
B-704	A1-R	3/3	1478	215	1.173258%
B-705	B-R	2/2	1171	215	0.929557%
B-706	B	2/2	1171	215	0.929557%
B-707	A1	3/3	1478	215	1.173258%
B-708	B-R	2/2	1171	215	0.929557%
B-709	D-R	2/2	1315	260	1.043866%
B-710	D	2/2	1315	260	1.043866%
B-801	C	3/3	1498	406	1.189134%
B-802	B	2/2	1171	215	0.929557%
B-803	A1	3/3	1478	215	1.173258%
B-804	A1-R	3/3	1478	215	1.173258%
B-805	B-R	2/2	1171	215	0.929557%
B-806	B	2/2	1171	215	0.929557%
B-807	A1	3/3	1478	215	1.173258%
B-808	B-R	2/2	1171	215	0.929557%
B-901	C	3/3	1498	406	1.189134%
B-902	B	2/2	1171	215	0.929557%
B-903	A1	3/3	1478	215	1.173258%
B-904	A1-R	3/3	1478	215	1.173258%
B-905	B-R	2/2	1171	215	0.929557%
B-906	B	2/2	1171	215	0.929557%
B-907	A1	3/3	1478	215	1.173258%
B-908	B-R	2/2	1171	215	0.929557%
B-1001	B	2/2	1171	215	0.929557%
B-1002	A1	3/3	1478	215	1.173258%
B-1003	B-R	2/2	1171	215	0.929557%
B-1101	B	2/2	1171	215	0.929557%
B-1102	A1	3/3	1478	215	1.173258%
B-1103	B-R	2/2	1171	215	0.929557%
Subtotal			121,594		96.523092%

B. COMMERCIAL APARTMENTS

Apartment Number	Apartment Type	General Description	Approximate Net Living Area (sf)	Approximate Lanai Area (sf)	Percentage Common Interest
CA-1	Commercial Apartment	Front Desk, Great Room	1078	753	0.855732%
CA-2	Commercial Apartment ("Business Apartment")	Member's Club, Toilets, Kitchen	2123	189	1.685269%
CA-3	Commercial Apartment	Beach Bar	324	799	0.257196%
CA-4	Commercial Apartment	Engineering Office/Workshop	855	N/A	0.678711%
Subtotal			4,380		3.476908%
TOTAL			125,974		100.000000

1. **Location of Apartments.**

a. Residential Apartments

Ninety-two (92) Residential Apartments are located in a single eleven (11) story building. There are ten (10) Residential Apartments located on levels one through seven, eight (8) Residential Apartments located on levels eight and nine, and three (3) Residential Apartments located on levels ten and eleven.

b. Commercial Apartments

There are a total of four (4) Commercial Apartments. Commercial Apartments 1 and 2 are located on Level 1 and Commercial Apartment 4 is located on Level P1 of the single eleven (11) story building. Commercial Apartment 3 is a free-standing building located near the pool and beach area.

2. **Layout of Apartments.**

a. Residential Apartments

All Residential Apartments have the number of bedrooms and bathrooms indicated on the table above and one kitchen, one living room and one dining room.

b. Commercial Apartments

The layouts of the Commercial Apartments are further described in the Condominium Map.

3. **Determination of Approximate Net Living Area.**

With the exception of Commercial Apartment 3 (CA-3), which is a free standing building, the approximate net living area of each Apartment in the Project was determined by measuring the area between the perimeter walls of each Apartment, and includes the area occupied by both the non-load bearing and load-bearing walls located between said perimeter walls.

4. **Calculation of Percentage of Common Interest.**

The common interest attributable to each Apartment in the Project was calculated by dividing the approximate net living area of each individual Apartment by the total net living area of all Apartments within the Project.

In order to permit the common interest for all Apartments in the Project to equal exactly one hundred percent (100%), the common interest attributable to Commercial Apartment 2 (CA-2) was increased by 0.000001%.

5. **Parking Stalls.**

All parking in the Project will be initially assigned to Commercial Apartment 2 (CA-2), however, the Developer will re-designate at least one parking stall from Commercial Apartment 2 to such Apartment being purchased by an initial Owner at closing. Owners may be given the opportunity to purchase, from the Developer, an additional parking stall which shall be appurtenant to such Owner's Apartment, as determined in the sole discretion of the Developer. The Developer shall, in its sole discretion, also designate certain parking stalls as appurtenant to Commercial Apartment 2, to be utilized as guest stalls for the Project.

EXHIBIT "E"

COMMON ELEMENTS

Capitalized terms have the same meaning ascribed to such terms in the Declaration.

One freehold estate is hereby designated in all remaining portions of the Project, which do not constitute Apartments, herein called the "Common Elements," including specifically, but not limited to:

1. The Land in fee simple;
2. With the exception of Commercial Apartment 3 that is a free standing building, all perimeter or party walls surrounding an Apartment from the undecorated or unfinished interior surfaces thereof and any improvements and/or air space located beyond such undecorated or unfinished interior surface of such perimeter or party walls, (ii) the undecorated or unfinished interior surfaces of the floors and ceilings surrounding an Apartment and the roof of the building in which the Apartment is located, and any improvements and/or air space (if any) located beyond such floors and ceilings, (iii) the decorated or finished exterior surfaces of perimeter doors, door frames, windows and window frames surrounding an Apartment, (iv) the interior load-bearing walls and columns (if any) located in the building and the undecorated or unfinished surfaces thereof, and (v) any pipes, shafts, vents, ducts, pumps, conduits, cables, wiring and other utility or service lines running through each Apartment or other utility meters, which are utilized for or serve more than one Apartment;
3. The Building Structure and any and all other apparatus and installations existing for common use, such as tanks, motors, fans, compressors and other such installations and apparatus;
4. The grounds, landscaping within the Project and planter strips along certain roadways of the Project and other plants and refuse facilities (if any);
5. All roadways, driveways, the porte cochere, parking stalls and related areas, guest or handicap parking stalls, access lanes, ramps, loading areas, sidewalks and walkways of the Project;
6. All lamps, lamp posts, walkways and sitting areas (if any) within the Project;
7. Unimproved areas, maintenance and storage areas and other similar areas that are not part of an Apartment;
8. Any and all amenities operated to serve the Project (if any), including, without limitation, the Limited Common Elements appurtenant to the Business Apartment;
9. Any and all retaining or high screen walls installed by the Developer separating the surrounding properties and the Property;
10. All ducts, pipes, valves, sewer lines, drain lines, electrical equipment, cables, chutes, pipes, shafts, wire conduits or other utility service lines which are utilized to serve some or any of the Common Elements described herein or more than one Apartment and other central and appurtenant transmission facilities over, under and across the Project which serve any Common Element or more than one Apartment for services such as power, light, water, gas, sewer, refuse, telephone and radio and cable television signal distribution and any appurtenant easements;
11. The Recreational Facilities, including without limitation, swimming pools, deck areas, spa, and all other amenities and improvements to the common spaces;
12. The housekeeping areas, lobbies, employee break room, bathrooms, trash areas, conference room, security guard station, mail alcove and covered lanais appurtenant to lobby areas (provided that the use of such areas may change); and
13. All other areas of the Project which are not described as an Apartment or a part thereof and that are necessary or convenient to its existence, maintenance and safety, or normally in common use; provided however, that the characterization of particular areas as Common Element areas herein does not detract from the exclusive

right of an Owner of an Apartment to which such areas are identified in Section D. below as Limited Common Elements (such as the Recreational Facilities), to use and control such areas.

EXHIBIT "F"

LIMITED COMMON ELEMENTS

Capitalized terms have the same meaning ascribed to such terms in the Declaration.

Certain parts of the Common Elements, herein called the "Limited Common Elements," are hereby designated, set aside and reserved for the exclusive use of certain Apartments, and such Apartments shall have appurtenant thereto exclusive easements for the use of such Limited Common Elements as set forth herein. The costs and expenses of every description pertaining to the Limited Common Elements, including, but not limited to, the costs of maintenance, repair, replacement, improvement or additions to the Limited Common Elements, shall be charged to the Owner of the Apartment to which the Limited Common Element shall be appurtenant, and if there is more than one Apartment to which the Limited Common Element shall be appurtenant, then in proportion to the Common Interest appurtenant to each of the respective Apartments, unless a different method is adopted pursuant to Article IX of the Declaration. Limited Common Elements that are appurtenant to more than one Apartment shall be managed and maintained by the Association, acting by and through the Managing Agent, on behalf of the Owners of such Apartments. In any event that a dispute shall arise between Owners of Apartments to which a particular Limited Common Element shall be appurtenant with respect to the management and/or maintenance thereof, such dispute shall be resolved by the Managing Agent (acting for and on behalf of the Association), which shall be the sole arbiter with respect to such matters. The Owner of the Business Apartment may build upon and/or alter any Limited Common Element which is appurtenant to the Business Apartment, may change the use of such Limited Common Element, may lease any such Limited Common Element, may delegate the responsibility for the administration, repair and maintenance of such Limited Common Element, all subject to such Business Apartment Owner's standards of design, repair and operations, and, in the event that any revenues and profits are generated from such Limited Common Element or improvements thereon or uses thereof, the Owner(s) of the Business Apartment shall be entitled to such revenues and any profits, and no other Owner shall have any right thereto. The following Limited Common Elements are appurtenant to the Apartments in the Project:

1. **Residential Apartments.** The Residential Apartments shall have appurtenant thereto, as Limited Common Elements, lanai areas, parking stalls (if any) and storage areas (if any), assigned to each such Residential Apartment as set forth in Exhibit "B" attached hereto.

2. **Business Apartment (Commercial Apartment 2).** The Business Apartment shall have appurtenant thereto, as Limited Common Elements, the following areas:

- a. The Recreational Facilities;
- b. Housekeeping and storage areas designated on the Condominium Map as Limited Common Elements to Commercial Apartment 2;
- c. The entire telephone PBX system and all appurtenances thereto;
- d. The parking stall(s) and related areas, roadways, porte cochere, driveways, access lanes, ramps, loading areas, storage area(s) and mail alcove area depicted on the Condominium Map; and
- e. All other areas designated as Limited Common Elements to Commercial Apartment 2 on the Condominium Map.

3. **Commercial Apartment 3.** Commercial Apartment 3 shall have appurtenant thereto as a Limited Common Element, the lanai area depicted on the Condominium Map.

EXHIBIT "G"

ENCUMBRANCES AGAINST TITLE

1. Title to all minerals and metallic mines reserved to the State of Hawaii.
2. The property borders on the ocean and is subject to the provisions of Hawaii Revised Statute 205A, Sections 41 to 49 relative to shoreline setbacks and prohibitions on use, and to the regulations of the Land Use Commission and the County Planning Department.

3. CERTIFICATE AND AUTHORIZATION

Dated: October 8, 1985
Document No. 1328029
Book: 19004
Page: 123

AMENDMENT TO CERTIFICATE AND AUTHORIZATION

Dated: July 3, 1994
Recorded: Document No. 94-120723

4. UNILATERAL AGREEMENT AND DECLARATION FOR CONDITIONAL ZONING:

Dated: February 21, 1986
Filed: Document No. 1354687

The foregoing instrument was amended by the following:

RELEASE OF DEVELOPMENT AGREEMENT AND PARTIAL SATISFACTION OF UNILATERAL AGREEMENT

Dated: November 12, 1993
Filed: Document No. 2090355
Recorded: Document No. 93-195382

5. UNRECORDED AMENDED AND RESTATED KO OLINA RESORT DEVELOPMENT AGREEMENT

By and Between: TRUSTEES UNDER THE WILL AND OF THE ESTATE OF
JAMES CAMPBELL, DECEASED, "CE", and WEST BEACH
ESTATES, a Hawaii general partnership, "WBE"

Dated: December 1, 1986

The foregoing Unrecorded Amended and Restated Ko Olina Resort Development Agreement was confirmed by that certain Short Form (Development Agreement) dated December 1, 1986, by and between the foregoing parties, filed in the Office of the Assistant Registrar of the Land Court of the State of Hawaii as Document No. 1419770.

The foregoing Unrecorded Amended and Restated Ko Olina Resort Development Agreement was amended by the following:

UNRECORDED FIRST AMENDMENT TO AMENDED AND RESTATED KO OLINA RESORT DEVELOPMENT AGREEMENT:

Dated: March 19, 1993

The foregoing Unrecorded First Amendment to Amended and Restated Ko Olina Resort Development Agreement was confirmed by that certain Short Form of First Amendment to Amended and Restated Ko Olina Resort Development Agreement dated April 7, 1994, filed in said Office of the Assistant Registrar Document No. 2141539.

The foregoing Unrecorded Amended and Restated Ko Olina Resort Development Agreement, as amended, was further amended by the following:

UNRECORDED SECOND AMENDMENT TO AMENDED AND RESTATED KO OLINA RESORT DEVELOPMENT AGREEMENT:

Dated: June 25, 1999

The foregoing Unrecorded Second Amendment to Amended and Restated Ko Olina Resort Development Agreement was confirmed by that certain Short Form of Second Amendment to Amended and Restated Ko Olina Resort Development Agreement dated December 21, 1999, filed in said Office of the Assistant Registrar Document No. 2600070.

The foregoing Unrecorded Amended and Restated Ko Olina Resort Development Agreement, as amended, was assigned by the following:

ASSIGNMENT OF DEVELOPMENT AGREEMENT

Assignor: WEST BEACH ESTATES, a Hawaii general partnership
Assigned to: KO OLINA COMPANY, LLC, a Delaware limited liability company
Dated: August 20, 1998
Recorded: Document No. 2479691

SECOND AMENDMENT TO KO OLINA DECLARATION OF CONDITIONS, COVENANTS AND RESTRICTIONS; CONSENT

Dated: undated
Recorded: Document No. 2829644

6. Covenants, conditions, restrictions, reservations, agreements, obligations, easements and other provisions set forth in:

DECLARATION OF CONDITIONS, COVENANTS AND RESTRICTIONS:

Dated: December 1, 1986
Recorded: Document No. 1419771
to which reference is hereby made, but deleting any covenant, condition or restriction indicating a preference, limitation or discrimination based on race, color, religion, sex, handicap, familial status, or national origin to the extent such covenants, conditions or restrictions violate 42 USC 3604(c) or Section 515-6, HRS

AMENDMENTS TO DECLARATION

DATED:	DOCUMENT NO.:
December 7, 1989	1702235
----	2829644
March 12, 2004	3083061

Consent thereto by Ko Olina Company, LLC, Pacific Northwest, Ltd., Ko Olina Chapel, LLC, 300 Corporation, HRT, Ltd., Honolulu Limited, Ko Olina 300, LLC, Centex Homes, and Ko Olina Beach Lagoon Estates, LLC, filed concurrently in said Office, as Document No. 3083062.

7. Covenants, conditions, restrictions, reservations, agreements, obligations, easements and other provisions set forth in:

TRUSTEES' LIMITED WARRANTY DEED:

Dated: December 1, 1986
Recorded: Document No. 1419772
to which reference is hereby made, but deleting any covenant, condition or restriction indicating a preference, limitation or discrimination based on race, color, religion, sex, handicap, familial status, or national origin to the extent such covenants, conditions or restrictions violate 42 USC 3604(c) or Section 515-6, HRS

The foregoing instrument was amended by the following:

AMENDMENT OF DEED:

Dated: May 8, 1991
Filed: Document No. 1821776

The foregoing instrument, as amended, was further amended by the following:

AGREEMENT FOR PARTIAL TERMINATION OF CONSTRUCTION EASEMENT AND RIGHT OF WAY AND RELEASE OF DEED RESTRICTION:

Dated: October 9, 1991
Filed: Document No. 1857006

8. Covenants, conditions, restrictions, reservations, agreements, obligations, easements and other provisions set forth in:

DECLARATION OF COVENANTS FOR KO OLINA COMMUNITY ASSOCIATION:

Dated: December 1, 1986
Filed: Document No. 1419773
to which reference is hereby made, but deleting any covenant, condition or restriction indicating a preference, limitation or discrimination based on race, color, religion, sex, handicap, familial status, or national origin to the extent such covenants, conditions or restrictions violate 42 USC 3604(c) or Section 515-6, HRS

AMENDMENTS TO THE DECLARATION OF COVENANTS FOR KO OLINA COMMUNITY ASSOCIATION

DATED	DOCUMENT NO.
June 27, 1995	2249998
April 16, 1997	2377790
September 24, 1999	2583045

Consent to Amended Declaration of Covenants for Ko Olina Community Association and Agreement, dated June 27, 1995, filed in said Office, as Document No. 2249999.

The foregoing instrument was assigned by the following:

ASSIGNMENT OF DECLARANT RIGHTS:

Assignor: WEST BEACH ESTATES, a Hawaii general partnership
Assignee: KO OLINA DEVELOPMENT, LLC, a Delaware
limited liability company
Dated: August 20, 1998
Filed: Document No. 2479692

AMENDED AND RESTATED DECLARATION OF COVENANTS FOR KO OLINA COMMUNITY ASSOCIATION; CONSENT OF THE ESTATE OF JAMES CAMPBELL; CONSENT OF DECLARANT'S MORTGAGEE

Dated: March 13, 2003
Filed: Document No. 3426805 thru 3426807
to which reference is hereby made, but deleting any covenant, condition or restriction indicating a preference, limitation or discrimination based on race, color, religion, sex, handicap, familial status, or national origin to the extent such covenants, conditions or restrictions violate 42 USC 3604(c) or Section 515-6, HRS

9. AGREEMENT ON WATER USAGE

By and Between: TRUSTEES UNDER THE WILL AND OF THE ESTATE
OF JAMES CAMPBELL, DECEASED, and WEST
BEACH ESTATES, a Hawaii general partnership
Dated: December 1, 1986
Recorded: Book 20098, Page 424

Said Agreement is noted on Transfer Certificate of Title referred to herein, as set forth by Land Court Order No. 117137, filed June 29, 1994.

The foregoing Water Rights was assigned by:

ASSIGNMENT OF WATER RIGHTS

Assignor: WEST BEACH ESTATES, a Hawaii general partnership
Assignee: KO OLINA INTANGIBLES, LLC, a Delaware limited
liability company
Dated: August 20, 1998
Recorded: Document No. 98-123804

10. EASEMENT "1936", area 17,570 square feet, more or less as set forth by:

Land Court Order No.: 92806, Map 451
Land Court Application No. 1069
Filed: March 6, 1989
Purpose: Shoreline Access

11. EASEMENT "1937", (5 feet wide), area 2,957 square feet, more or less as set forth by:

Land Court Order No.: 92806, Map 451
Land Court Application No. 1069
Filed: March 6, 1989
Purpose: Communication Line

12. EASEMENT "2130", area 18.377 acres, more or less as set forth by:

Land Court Order No.: 93926, Map 474
Land Court Application No. 1069
Filed: June 7, 1989
Purpose: Shoreline Parkway

13. EASEMENT

Dated: December 16, 1993
Filed: Document No. 2099737
Purpose: Public access within Easement "2130"
In favor of: City and County of Honolulu, a Hawaii municipal corporation

14. AGREEMENT FOR ISSUANCE OF CONDITIONAL USE PERMIT UNDER SECTION 21-5.380 OF THE LAND USE ORDINANCE (LUO)

Dated: April 19, 2005
Document No. 3255800

AMENDMENT TO AGREEMENT FOR ISSUANCE OF CONDITIONAL USE PERMIT UNDER SECTION 21-5.380 OF THE LAND USE ORDINANCE (LUO)

Dated: March 15, 2006
Recorded: Document No. 3404077

15. Covenants, conditions, restrictions, reservations, agreements, obligations, exceptions and other provisions as contained in the following:

LIMITED WARRANTY DEED WITH ACKNOWLEDGEMENT

Dated: September 1, 2005
Recorded: Document No. 3321226
to which reference is hereby made, but deleting any covenant, condition or restriction indicating a preference, limitation or discrimination based on race, color, religion, sex, handicap, familial status, or national origin to the extent such covenants, conditions or restrictions violate 42 USC 3604(c) or Section 515-6, HRS

JOINT DEVELOPMENT AGREEMENT AND AGREEMENT TO GRANT EASEMENTS

Dated: September 1, 2005
Recorded: Document No. 3321227
By and Between: KO OLINA HOTEL #9, LLC, a Hawaii limited liability company ("Hotel #9"), KO OLINA HOTEL #10, LLC, a Hawaii limited liability company ("Hotel #10"), KO OLINA PARCEL 25/26, LLC, a Hawaii limited liability company ("KO 25/26"), KO OLINA PARCEL 53 LLC, a Hawaii limited liability company

("KO 53"), KO OLINA PARCEL 55 LLC, a Hawaii limited liability company ("KO 55") and CENTEX HOMES, a Nevada general partnership doing business as "Centex Destination Properties" ("Centex"), collectively referred to as the "Declarants"

RECOGNITION AGREEMENT REGARDING PURCHASE MONEY FIRST MORTGAGE, SECURITY AGREEMENT AND FINANCING STATEMENT:

Dated: September 1, 2005
Recorded: Document No. 3321229
By and Between: HRT, LTD., a Maryland corporation ("Mortgagee"), and KO OLINA HOTEL #9, LLC, a Hawaii limited liability company ("Hotel #9"), KO OLINA HOTEL #10, LLC, a Hawaii limited liability company ("Hotel #10"), KO OLINA PARCEL 25/26, LLC, a Hawaii limited liability company ("KO 25/26"), KO OLINA PARCEL 53 LLC, a Hawaii limited liability company ("KO 53"), KO OLINA PARCEL 55 LLC, a Hawaii limited liability company ("KO 55") and CENTEX HOMES, a Nevada general partnership doing business as "Centex Destination Properties" ("Centex") collectively referred to as the "Developers"

16. DECLARATION OF COVENANTS AND RESTRICTIONS; POWER TO GRANT EASEMENTS

Dated: September 1, 2005
Recorded: Document No. 3321228

SUPPLEMENT TO DECLARATION OF COVENANTS AND RESTRICTIONS; POWER TO GRANT EASEMENTS

Dated: May 1, 2006
Filed: Document No. 3422691
to which reference is hereby made, but deleting any covenant, condition or restriction indicating a preference, limitation or discrimination based on race, color, religion, sex, handicap, familial status, or national origin to the extent such covenants, conditions or restrictions violate 42 USC 3604(c) or Section 515-6, HRS

17. DECLARATION OF RECIPROCAL EASEMENTS AND IRREVOCABLE FACILITIES LICENSE

Dated: September 1, 2005
Recorded: Document No. 3321230
By and Between: CENTEX HOMES, a Nevada general partnership ("Centex") and KO OLINA HOTEL #9, LLC, a Hawaii limited liability company ("Hotel #9") and KO OLINA PARCEL 53 LLC, a Hawaii limited liability company ("KO 53"), collectively referred to as the "Declarants"

18. RIGHTS OF FIRST REFUSAL; PURCHASE OPTION; AGREEMENT TO LEASE

Dated: September 1, 2005
Recorded: Document No. 3321231
By and Between: CENTEX HOMES, a Nevada general partnership ("Developer") and KO OLINA DEVELOPMENT, LLC, a Delaware limited liability company ("KOD")

19. Covenants, conditions, restrictions, reservations, agreements, obligations, exceptions and other provisions as contained in the following:

MASTER DECLARATION FOR THE DEVELOPMENT OF BEACH VILLAS AT KO OLINA

Dated: October 7, 2005
Recorded: Document No. 3355113
to which reference is hereby made, but deleting any covenant, condition or restriction indicating a preference, limitation or discrimination based on race, color, religion, sex, handicap, familial status, or national origin to the extent such covenants, conditions or restrictions violate 42 USC 3604(c) or Section 515-6, HRS

FIRST AMENDMENT TO MASTER DECLARATION FOR THE DEVELOPMENT OF BEACH VILLAS AT KO OLINA

Dated: July 27, 2006
Recorded: Document No. 3476388

20. Covenants, conditions, restrictions, reservations, agreements, obligations, exceptions and other provisions as contained in the following:

DECLARATION OF CONDOMINIUM PROPERTY REGIME OF BEACH VILLAS AT KO OLINA BEACH TOWER

Dated: October 7, 2005
Recorded: Document No. 3357547
to which reference is hereby made, but deleting any covenant, condition or restriction indicating a preference, limitation or discrimination based on race, color, religion, sex, handicap, familial status, or national origin to the extent such covenants, conditions or restrictions violate 42 USC 3604(c) or Section 515-6, HRS

Condominium Map No. 1760, as amended, filed in the Office of the Assistant Registrar of the Land Court, State of Hawaii.

FIRST AMENDMENT TO DECLARATION OF CONDOMINIUM PROPERTY REGIME OF BEACH VILLAS AT KO OLINA BEACH TOWER

Dated: August 23, 2006
Recorded: Document No. 3476389

21. Covenants, conditions, restrictions, reservations, agreements, obligations, exceptions and other provisions as contained in the following:

BYLAWS OF ASSOCIATION OF APARTMENT OWNERS OF BEACH VILLAS AT KO OLINA BEACH TOWER

Dated: October 7, 2005
Recorded: Document No. 3357548
to which reference is hereby made, but deleting any covenant, condition or restriction indicating a preference, limitation or discrimination based on race, color, religion, sex, handicap, familial status, or national origin to the extent such covenants,

conditions or restrictions violate 42 USC 3604(c) or Section 515-6, HRS

22. DENSITY ALLOCATION AGREEMENT

Dated: March 15, 2006
Recorded: Document No. 3404076
By and Between: CENTEX HOMES, a Nevada general partnership; KO OLINA HOTEL #10, LLC, a Hawaii limited liability company; KO OLINA PARCEL 25/26, LLC, a Hawaii limited liability company; KO OLINA PARCEL 55, LLC, a Hawaii limited liability company; KO OLINA HOTEL #9, LLC, a Hawaii limited liability company; KO OLINA PARCEL 53, LLC, a Hawaii limited liability company; and KO OLINA HOTEL #11, LLC, a Hawaii limited liability company

EXHIBIT "H"

Estimate of Maintenance Fee Disbursement

**Beach Villas at Ko Olina
Beach Tower - 96 Units**

	Monthly Assessments	Annual Assessments
INCOME		
Maintenance fees	\$ 148,546	\$ 1,782,553
Interest Income	\$ 200	\$ 2,400
Miscellaneous Income	\$ 100	\$ 1,200
Late Fees	\$ -	\$ -
Total Income	\$ 148,846	\$ 1,786,153
OPERATING EXPENSES		
Utilities & Services		
Electricity	\$ 5,000	\$ 60,000
Water common areas/units	\$ 7,000	\$ 84,000
Sewer	\$ 7,000	\$ 84,000
Communications	\$ 250	\$ 3,000
Cable	\$ 100	\$ 1,200
Total Utilities & Services	\$ 19,350	\$ 232,200
Maintenance, Repairs & Supplies		
Air Conditioning	\$ 2,500	\$ 30,000
Building	\$ 1,000	\$ 12,000
Building Supplies	\$ 800	\$ 9,600
Elevator	\$ 2,500	\$ 30,000
Equipment - pumps and ventilation	\$ 500	\$ 6,000
Fire Equipment	\$ 1,000	\$ 12,000
Grounds Maintenance	\$ 1,000	\$ 12,000
Janitorial Services	\$ 9,280	\$ 111,360
Pest Control	\$ 1,900	\$ 22,800
Security Service	\$ 2,000	\$ 24,000
Trash Collection	\$ 4,000	\$ 48,000
Tree Trimming	\$ 1,000	\$ 12,000
Window Cleaning - exterior	\$ 750	\$ 9,000
Total Maintenance, Repairs & Supplies	\$ 28,230	\$ 338,760

The amounts set forth in this budget are estimates only and may change for reasons beyond the control of the developer. Insurance, energy and labor costs are currently in flux and can substantially increase over a short period of time. The developer cannot predict how changes in the economic, social and political conditions in Hawaii, the U.S. and/or globally may impact such costs. Purchasers are aware and acknowledge that the budget, and, as a result, each purchaser's maintenance fee, may increase substantially due to increasing costs, including costs attributed to insurance coverage and energy.

I, Glenn S. Nakamura, as agent for and/or employed by Royal Hawaiian Resorts, LLC, the condominium managing agent for Beach Tower of the Beach Villas at Ko Olina project, hereby certify that the above estimates of initial maintenance fee assessments and maintenance fee disbursements were prepared in accordance with generally accepted accounting principles on an accrual basis.



September 5, 2006

Signature

Date

Pursuant to Chapter 514A, Hawaii Revised Statutes ("HRS"), as amended or superseded by Chapter 514B, HRS, a new association created after January 1, 1993 need not collect estimated replacement reserves until the fiscal year which begins after the association's first annual meeting. The budget amount for Reserves is an estimate only.

Estimate of Maintenance Fee Disbursement

Beach Villas at Ko Olina
Beach Tower – 96 Units

	Monthly Assessments	Annual Assessments
Administration / Management		
Salaries & Wages		
Condominium Manager	\$ 2,500	\$ 30,000
Engineering	\$ 4,950	\$ 59,400
Watchman / Security	\$ 8,000	\$ 96,000
Subtotal - Wages	\$ 15,450	\$ 185,400
Payroll Taxes & Employee Benefits 0.4	\$ 6,180	\$ 74,160
Administrative Fee	\$ 2,500	\$ 30,000
Design Review Services	\$ 100	\$ 1,200
Misc/Office/Education Expense	\$ 600	\$ 7,200
Data Processing Services	\$ 300	\$ 3,600
Meeting Expenses	\$ 300	\$ 3,600
Total Administrative & Management	\$ 25,430	\$ 305,160
Insurance Program	\$ 20,000	\$ 240,000
Basic First Class Standard Services		
Basic First Class Standard Services*	\$ 26,946	\$ 323,357
License Fees		
License Fee**	\$ 44,436	\$ 533,232
Shared Facilities Fee***	\$ (37,796)	\$ (453,555)
Taxes & Government Assessments	\$ 500	\$ 6,000
Professional Services / Legal / Other	\$ 500	\$ 6,000
Professional Services / Audit / Tax Preparation	\$ 500	\$ 6,000
Reserves - Capital Reserve	\$ 11,000	\$ 132,000
Master Association Dues	\$ 6,500	\$ 78,000
Master Resort Marketing Fee	\$ 3,250	\$ 39,000
Total Operating Expenses	\$ 148,846	\$ 1,786,153
NET VARIANCE	\$ -	\$ -

The amounts set forth in this budget are estimates only and may change for reasons beyond the control of the developer. Insurance, energy and labor costs are currently in flux and can substantially increase over a short period of time. The developer cannot predict how changes in the economic, social and political conditions in Hawaii, the U.S. and/or globally may impact such costs. Purchasers are aware and acknowledge that the budget, and, as a result, each purchaser's maintenance fee, may increase substantially due to increasing costs, including costs attributed to insurance coverage and energy.

I, Glenn S. Nakamura, as agent for and/or employed by Royal Hawaiian Resorts, LLC, the condominium managing agent for Beach Tower of the Beach Villas at Ko Olina project, hereby certify that the above estimates of initial maintenance fee assessments and maintenance fee disbursements were prepared in accordance with generally accepted accounting principles on an accrual basis.



September 5, 2006

Signature

Date

Pursuant to Chapter 514A, Hawaii Revised Statutes ("HRS"), as amended or superseded by Chapter 514B, HRS, a new association created after January 1, 1993 need not collect estimated replacement reserves until the fiscal year which begins after the association's first annual meeting. The budget amount for Reserves is an estimate only.

Beach Villas at Ko Olina - Beach Tower
 Members Club, Pools & Spa, Grounds, Restrooms
 Commercial Apartment
 Unit Operating Expenses

CA-2

DESCRIPTION	MONTHLY
Utilities	
Electricity	3,500.00
Water	1,500.00
Sewer	2,000.00
Communications	150.00
Cable	100.00
<u>Subtotal - Utilities</u>	<u>7,250.00</u>
Administrative Fee	2,000.00
Air Conditioning	500.00
Capital Reserve (within HOA budget)	-
Courtyard Koi Pond	1,500.00
Decorations	500.00
Insurance	2,500.00
Janitorial Services	11,136.00
Landscaping services	12,000.00
Maintenance Fee Allocation	2,900.00
Office - Supplies	150.00
Pest Control	1,000.00
Pool(s) - Family Pool - hydrosipa	2,000.00
Repairs & Maintenance	1,000.00
Uniforms & Dry Cleaning	-
<u>License Fee</u>	<u>44,436.00</u>
Reimbursement from Ocean Tower	(27,574.91)
Payment to Ocean Tower - CA-C	4346.56
<u>License Fee - Net</u>	<u>21,207.65</u>
Basic First Class Standard Services	
Salaries & Wages	
Manager	-
Concierge	13,056.00
Valet	5,120.00
Housekeeping/Maintenance	-
Grounds/Landscaping	-
<u>Subtotal</u>	<u>18,176.00</u>
Payroll Taxes & Benefits	0.4 7,270.40
<u>Total Salaries & Benefits</u>	<u>25,446.40</u>
Uniforms & Dry Cleaning	1,500.00
<u>Basic First Class Standard Services</u>	<u>26,946.40</u>
Reimbursement from Ocean Tower	(16,721.68)
Payment to Ocean Tower - CA-C	2153.74
<u>Basic First Class Standard Services - Net</u>	<u>12,378.46</u>

9/5/2006

NOTES:

- * - The Basic First Class Standards Services Fee consists of the estimated costs of the Hospitality Services, as defined in the declaration. See attached CA-2 Operating Expenses for specific services and detailed costs.
- ** - This License Fee consists of the Limited Common Element Expenses, as defined in the Declaration. See Attached CA-2 Operating Expenses for specific costs covered by the License Fee.
- *** - The Shared Facilities Fee includes the project's proportionate share of its use of the Shared Facilities in the adjacent Ocean Tower condominium project, as further set forth in the Declaration of Reciprocal Easements and Irrevocable Facilities License dated September 1, 2005 and recorded in the Office of the Assistant Registrar of the Land Court of the State of Hawaii as Document No. 3321230, as may be amended from time to time.

The amounts set forth in this budget are estimates only and may change for reasons beyond the control of the developer. Insurance, energy and labor costs are currently in flux and can substantially increase over a short period of time. The developer cannot predict how changes in the economic, social and political conditions in Hawaii, the U.S. and/or globally may impact such costs. Purchasers are aware and acknowledge that the budget, and, as a result, each purchaser's maintenance fee, may increase substantially due to increasing costs, including costs attributed to insurance coverage and energy.

I, Glenn S. Nakamura, as agent for/and/or employed by Royal Hawaiian Resorts, LLC, the condominium managing agent for Beach Tower of the Beach Villas at Ko Olina project, hereby certify that the above estimates of initial maintenance fee assessments and maintenance fee disbursements were prepared in accordance with generally accepted accounting principles on an accrual basis.



September 5, 2006

Signature

Date

Pursuant to Chapter 514A, Hawaii Revised Statutes ("HRS"), as amended/or superseded by Chapter 514B, HRS, a new association created after January 1, 1993 need not collect estimated replacement reserves until the fiscal year which begins after the association's first annual meeting. The budget amount for Reserves is an estimate only.

EXHIBIT "I"

SUMMARY OF SALES CONTRACT

Capitalized terms have the same meaning as ascribed to such terms in the Sales Contract ("Sales Contract").

The specimen Sales Contract, filed with the State of Hawaii Real Estate Commission, provides for, among other things, a description of the Apartment to be sold, the purchase price, the closing costs, the time, manner and place of payment, the Purchaser's obligations regarding financing, the Seller's warranties and disclaimers regarding the Condominium Map and the Project, and the remedies of the Seller and of the Purchaser in the event of a default under the Sales Contract.

Among other provisions the specimen Sales Contract provides:

1. Prior to execution of the Sales Contract, Purchaser shall receive: (i) a copy of the Contingent Final Public Report or Final Public Report for the Project (if any), either personally or by registered or certified mail with return receipt requested, and the receipt and notice ("Receipt and Notice Form") advising Purchaser of Purchaser's right to cancel the Sales Contract, the delivery of which is required by Hawaii Revised Statutes, Section 514A-62, and (ii) a copy of the Federal Property Report. Purchaser shall also have been given an opportunity to read said report(s).

Purchaser may cancel the Sales Contract within thirty (30) days of Purchaser's receipt of the Contingent Final Public Report or, if no Contingent Final Public Report has been issued, the Final Public Report. It is understood that Purchaser may, at any time after Purchaser's receipt of the Receipt and Notice Form, waive Purchaser's right to cancel the Sales Contract. If Purchaser shall fail to execute the Receipt and Notice Form within thirty (30) days of Purchaser's receipt of the Receipt and Notice Form, Purchaser shall be deemed to have received the Contingent Final Public Report or Final Public Report ("Deemed Receipt") and waived Purchaser's right to cancel the Sales Contract (by Purchaser's failure to give said written notice of cancellation). The conveyance of the Apartment to the Purchaser within the thirty (30)-day period referenced above shall also be treated as a Deemed Receipt of the Contingent Final Public Report or Final Public Report and as a waiver by Purchaser of Purchaser's right to cancel the Sales Contract.

Notwithstanding the foregoing pursuant to the Federal Interstate Land Sales Full Disclosure Act Purchaser shall have the option to cancel the Sales Contract by notice to the Seller until midnight of the seventh (7th) day following the signing of the Sales Contract by Purchaser. If Purchaser does not receive a Federal Property Report prepared pursuant to the rules and regulations of the Office of Interstate Land Sales Registration, US Department of Housing and Urban Development, in advance of Purchaser signing the Sales Contract, the Sales Contract may be cancelled by Purchaser for two-years from the date of signing by Purchaser. The foregoing seven (7) day rescission period provided pursuant to the Federal Interstate Land Sales Full Disclosure Act shall commence upon Purchaser's execution of this Sales Contract may run concurrent with the thirty (30)-day rescission period provided pursuant to Hawaii law as discussed above.

If the Sales Contract shall become binding prior to the issuance of an effective date for a Final Public Report, the issuance of an effective date for a Final Public Report for the Project by the Real Estate Commission prior to the expiration of the Contingent Final Public Report (and/or any Supplementary Public Report) shall not affect the enforceability of Purchaser's obligations under the Sales Contract. The Sales Contract will continue to be binding on Purchaser. Moreover, upon the issuance of said Final Public Report, Seller shall not be required to deliver to the Purchaser the Final Public Report, together with a Receipt and Notice Form, but may instead promptly deliver to Purchaser a disclosure statement, informing Purchaser that the Real Estate Commission has issued an effective date for the Final Public Report. The disclosure statement shall also contain all information contained in the Final Public Report that is not contained in the Contingent Final Public Report.

If an effective date for a Final Public Report is not issued by the Real Estate Commission prior to the expiration of the Contingent Final Public Report, as may be supplemented by a Supplementary Public Report (if any), as the case may be, then Seller shall notify the Purchaser by certified mail, and the Seller or the Purchaser may

rescind the Sales Contract and, in such event, the Purchaser shall be entitled to a prompt refund of the Purchaser's entire deposit plus any escrow fees that Purchaser may have paid less any escrow cancellation fees.

2. The Seller has entered into an Escrow Agreement, summarized in Exhibit J herein, with Island Title Corporation ("Escrow"), covering the deposit with Escrow of all funds paid by the Purchaser under the Sales Contract and the disbursement of the funds by Escrow. Escrow may charge a cancellation fee on account of escrow services performed not to exceed \$250.00.

3. The Sales Contract requires the Purchaser to pay the Total Purchase Price by a series of payments prior to Closing. Such payments include any Reservation Deposit due upon execution of the Deposit and Reservation Agreement, if any, and the initial payment when Purchaser signs the Sales Contract. Purchaser shall then deposit at or prior to Closing, the remaining balance due.

4. The Sales Contract provides that Purchaser will receive interest on Purchaser's Deposits as set forth in the Sales Contract.

5. Purchaser's obligations under the Sales Contract are not contingent or conditional on Purchaser's ability to secure financing from a mortgage lender or on Purchaser's ability to sell Purchaser's current residence or any other property. Financing by Seller of any portion of the Total Purchase Price is not available.

6. The Sales Contract provides that closing costs and expenses shall be allocated as follows: Seller shall pay 60% of the premium for the Title Policy, the cost of drafting of conveyance documents, Seller's notary fees, conveyance tax, and 50% of escrow fees. Purchaser shall pay 40% of the premium for the Title Policy, and any additional costs relating to the issuance of extended coverage policy (including a lender's policy), the cost of drafting of any revisions or addenda to the Sales Contract in addition to those listed in Section C.4 of the Sales Contract, if any, the cost of obtaining Purchaser's consents, if any, Purchaser's notary fees, all recording fees, 50% of escrow fees, any mortgage fees, and Hawaii General Excise Tax. The Sales Contract also provides that at Closing Purchaser shall pay (a) one (1) month's maintenance fee for the Condominium Association, and (b) a non-refundable, non-transferable start-up fee to the Condominium Association in the amount equal to two (2) months' maintenance fee assessments. These start-up fees are one-time assessments at Closing and are not advance payments of common expenses or assessments, and shall be in addition to the normal monthly assessments.

7. The Sales Contract provides that Purchaser may purchase upgrades, including modifications or additions to, or upgrades of, the standard fixtures, appliances and/or layout of the Apartment to be made by Seller, pursuant to an upgrade addendum attached to the Sales Contract upon Purchaser's execution of the Sales Contract. Purchaser must deposit one hundred percent (100%) of the purchase price of the upgrades upon Purchaser's execution of the upgrade addendum.

8. The Sales Contract provides that it shall not be construed as a present transfer of any rights or of any interest in the Apartment, but rather states that it is an agreement to transfer in the future. By execution of the Sales Contract, the Purchaser agrees to waive, relinquish and subordinate the priority or superiority of any lien or other legal or equitable interest arising under the Sales Contract in favor of the lien or charge on the Project of the security interests of the Lender, including but not limited to any lien, mortgage or charge securing a loan made to finance the acquisition of the land and the costs of construction (if applicable) and any and all advances therefore until the filing of the Apartment Deed.

9. The Sales Contract provides that it may not be assigned by Purchaser. Any assignment of the Sales Contract is void and of no legal effect. Notwithstanding the foregoing, Purchaser may assign its rights under the Sales Contract to affiliated entities for estate planning purposes without the consent of Seller, provided that any such assignment shall not release Purchaser from its obligations under the Sales Contract. In the event that Purchaser decides to make such an assignment for estate planning purposes, Purchaser shall provide written notice thereof to Seller at least fifteen (15) days prior to the Closing Date, as defined in the Sales Contract, and shall provide to Seller copies of such documents as Seller, in its sole and absolute discretion, deems necessary to complete Closing.

10. The Sales Contract provides that any dispute by or between Seller and Purchaser arising out of or incident to the Sales Contract, or the development or management of the Project, the sale of the Apartment or the

use or occupancy thereof, or any other aspect of the relationship between Seller and Purchaser regarding the Project which is raised or otherwise asserted after Closing shall be submitted to mediation and, if necessary, to arbitration in accordance with the terms, conditions and procedures set forth in the Sales Contract. The Sales Contract also provides that any dispute by or between Seller and Purchaser arising out of or incident to the Sales Contract that is raised or otherwise asserted before Closing need not be submitted to arbitration, and Seller and Purchaser shall be free to pursue such dispute, as otherwise provided herein, in proceedings in a court of competent jurisdiction, provided that any judicial proceedings initiated shall be conducted in Honolulu, Hawaii.

11. **The Sales Contract provides that the Apartments shall be sold subject to the Beach Villas at Ko Olina One-Year Resale Restriction Agreement which shall be executed by Purchaser at Closing. Should Purchaser transfer Purchaser's Apartment during the Restriction Period, Purchaser shall be required to compensate Seller for Purchaser's default by payment of Liquidated Damages as further explained in the Sales Contract. A sample form of the Resale Restriction Agreement is also attached to the Sales Contract as Exhibit "B". Purchaser should make careful review of this provision in the Sales Contract and Exhibit "B" attached thereto.**

* * * * *

THE ABOVE SUMMARY IS NOT INTENDED TO BE A THOROUGH AND EXHAUSTIVE EXPLANATION OF ALL TERMS AND PROVISIONS CONTAINED IN THE SALES CONTRACT. WHILE A PURCHASER CAN USE THIS SUMMARY AS A GENERAL SUMMARY OF THE PURCHASER'S RIGHTS AND OBLIGATIONS UNDER THE SALES CONTRACT, PURCHASER MUST REFER TO THE SALES CONTRACT TO DETERMINE PURCHASER'S ACTUAL RIGHTS AND OBLIGATIONS. IF ANY CONFLICT OR DIFFERENCE EXISTS BETWEEN THIS SUMMARY AND THE SALES CONTRACT, THE SALES CONTRACT WILL CONTROL.

EXHIBIT "J"

SUMMARY OF ESCROW AGREEMENT

The Escrow Agreement for the Project dated June 24, 2005, as amended ("Agreement") contains the following provisions (which may be modified or otherwise limited by provisions which are not summarized hereinbelow):

A. As and when Seller and prospective Purchaser enters into a Deposit and Reservation Agreement for the right to participate in a lottery for the reservation and purchase of an Apartment in the Project ("Reservation Agreement"), it shall require payment of deposit due thereunder to be promptly made to Escrow, and shall deliver an executed copy of the Reservation Agreement to Escrow together with the address of prospective Purchaser. Seller shall also promptly pay over to Escrow all monies (including checks) received by Seller from or on behalf of the prospective Purchaser.

B. As and when Seller shall enter into a Sales Contract for the conveyance of an Apartment or other interest in the Project ("Sales Contract"), it shall require the payment of deposit due thereunder to be promptly made to Escrow, and shall deliver an executed copy of the Sales Contract to Escrow together with the address of the Purchaser. Seller shall also promptly pay over to Escrow all monies (including checks) received by Seller from or on behalf of the Purchasers, including those received on any Sales Contract, and all payments made on loan commitments from lending institutions on account of any Apartment in the Project, other than funds received from interim financing.

C. Escrow shall receive, deposit and hold in separate escrow accounts and disburse as set forth in the Agreement: (a) all payments received by it under Reservation Agreements and Sales Contracts, (b) such sums received by it under the Agreement from or for the account of Seller, and (c) all sums received by it from any other source with respect to the Project. Escrow shall not at any time commingle or permit the commingling of any Purchaser's funds with funds belonging to or held for the benefit of Seller. All funds and instruments received from Purchasers or prospective Purchasers shall be held by Escrow in accordance with the provisions contained in Chapter 514A of the Hawaii Revised Statutes. All monies received by Escrow hereunder shall be deposited, within a reasonable time of the receipt by Escrow and in reasonably convenient and practical sums, in an interest-bearing account with a federally insured bank, savings and loan or trust company authorized to do business in the State of Hawaii under an escrow arrangement, and shall be held in immediately available funds in accordance with the terms of the Agreement. All income derived from said account, and all interest paid thereon, shall be distributed in accordance with the Sales Contract.

D. Notwithstanding anything in the Agreement to the contrary, Escrow shall make no disbursements of Purchasers' funds or proceeds from the sale of Apartments in the Project (including any payments made on loan commitments from lending institutions), except by way of refunds thereof as provided in the Agreement, until the Final Public Report for the particular phase of the Project under which such disbursement is requested, has been issued and Escrow has received a letter from Seller stating that the Purchasers have signed the required Receipt and Notice of Right to Cancel or are deemed to have receipted for the public reports and to have waived their right to cancel, and stating further that no subsequent events have occurred which would give the Purchasers the right to rescind, the Sales Contracts have "become binding" and "the requirements of Sections 514A-40, 514A-39.5 and 514A-63" of the Hawaii Revised Statutes have been met, as said phrases are used in Section 514A-65, Hawaii Revised Statutes, and further that the requirements of Section 514A-62 of the Hawaii Revised Statutes have been met.

E. Purchaser's funds may be used for construction and other allowable expenses in accordance with Section 514A-67 of the Condominium Property Act, as amended, and as enumerated in the Agreement and defined below prior to closing, provided that all the requirements in provision D. above have been met. If funds are to be used for construction prior to closing, the funds shall be distributed by Escrow upon the submission of bills and upon direction to do so from Seller and a qualified financially disinterested person from time to time to pay for: (a) construction costs of the buildings and improvements in proportion to the valuation of the work completed by the contractor in accordance with the contract documents, as certified by a registered architect or engineer and approved for payment by a qualified financially disinterested person; (b) architectural, engineering, and interior design service fees in proportion to the services performed within each phase of services, as approved by a qualified financially

disinterested person; (c) the costs of purchasing furnishings and fixtures for the Apartments, as approved by a qualified financially disinterested person; (d) finance and legal fees, and other incidental expenses of constructing the Apartments or developing the Project, as approved by a qualified financially disinterested person; and (e) such other costs incurred in connection with the construction of the improvements of the Project as a qualified financially disinterested person may approve. Any funds remaining shall not be disbursed until construction of the Project has been completed (or until construction of the particular Apartment being conveyed has been completed to the extent that the Condominium Property Act permits such disbursement) and Escrow receives satisfactory evidence that all mechanics' and materialmen's liens have been cleared (or, to the extent permitted by the Condominium Property Act, have been dealt with in such a fashion as to avoid non-compliance with Section 514A-18 of the Condominium Property Act), unless sufficient funds have been set aside for any bonafide dispute.

F. Each Purchaser shall be entitled to a return of his or her funds, without interest, and Escrow shall pay such funds to such Purchaser, promptly after request for return by the Purchaser if one of the following has occurred:

(1) Escrow receives a written request from Seller to return to the Purchaser the funds of the Purchaser then being held by Escrow;

(2) Seller notifies Escrow in writing of Seller's exercise of the option to rescind the Sales Contract pursuant to any right of rescission stated therein or otherwise available to Seller;

(3) The conditions providing for a refund under Section 514A-62 or under Section 514A-63 of the Hawaii Revised Statutes (as amended on the date upon which the Sales Contract becomes binding and effective) have been met, and written notice thereof has been provided by Seller.

(4) The conditions providing for refund under Section 514A-62 or under Section 514A-63 of the Hawaii Revised Statutes, as amended, have been met and which notice thereof has been provided by Seller.

Upon the cancellation of any Sales Contract as specified above, Escrow shall be entitled to a cancellation fee commensurate with the services rendered by Escrow prior to such cancellation, up to a maximum of \$250.00, as described in Exhibit "A" of the Agreement, plus all costs incurred by Escrow, which shall be paid by the Seller or Purchaser.

G. Except as otherwise provided by law, Escrow shall give each purchaser entitled to a return of his or her funds notice thereof by certified or registered mail, addressed to such purchaser at his address shown on the Sales Contract or any address later made known to Escrow by such purchaser. If such purchaser shall not have claimed such refund within sixty (60) days from the date said notice is mailed, Escrow shall deposit such funds into a special account in a bank or other depository selected by Escrow in the name of Seller, as trustee for the benefit of such purchaser. After having sent Seller written notice of the foregoing acts, Escrow shall thereupon be released from further liability hereunder with respect to such funds and such purchaser.

H. If the Purchaser fails to make any payment on or before the due date thereof or if the Purchaser does or fails to do any act which would constitute an event of default under the Sales Contract, Seller shall promptly give to such Purchaser and to Escrow, written notice of default. If Purchaser has failed to cure the default after the delivery of notice by Escrow and such default continues after the expiration of any grace period, Escrow shall so advise Seller. If Seller shall thereafter certify in writing to Escrow: (1) that Seller has elected to terminate the Sales Contract and has notified the Purchaser, or (2) that Purchaser is otherwise in default, then, and in either event, Escrow, subject to the provisions relating to dispute and conflicting demands set forth in paragraph 15 of the Agreement, shall thereafter treat all funds of the Purchaser paid under such Sales Contract, less Escrow's cancellation fee, as funds of Seller and not of the Purchaser. Thereafter, such funds shall be held free of the escrow established by the Agreement and shall be held by Escrow for the account of Seller. Upon written request by Seller, Escrow shall pay such funds to Seller or order and shall return to Seller the Sales Contract of such Purchaser and any other documents theretofore delivered to Escrow in connection with the purchase of the Apartment specified in such Sales Contract shall be returned to the person from whom or entity from which such documents were received.

* * * * *

THE ABOVE SUMMARY IS NOT INTENDED TO BE A THOROUGH AND EXHAUSTIVE EXPLANATION OF ALL TERMS AND PROVISIONS CONTAINED IN THE ESCROW AGREEMENT. WHILE A PURCHASER CAN USE THIS SUMMARY AS A GENERAL SUMMARY OF THE ESCROW AGREEMENT, PURCHASER MUST REFER TO THE ESCROW AGREEMENT TO DETERMINE PURCHASER'S ACTUAL RIGHTS AND OBLIGATIONS. IF ANY CONFLICT OR DIFFERENCE EXISTS BETWEEN THIS SUMMARY AND THE ESCROW AGREEMENT, THE ESCROW AGREEMENT WILL CONTROL.

EXHIBIT "K"

SUMMARY OF DEED FORM

Capitalized terms have the same meaning ascribed to such terms in the Apartment Deed.

The specimen Apartment Deed, Encumbrances and Reservations of Rights for Beach Villas at Ko Olina Beach Tower ("Deed" or "Apartment Deed") contains, among others, the following provisions (which may be modified or otherwise limited by provisions which are not summarized hereinbelow):

A. The premises conveyed comprise a portion of the Beach Villas at Ko Olina Beach Tower condominium property regime ("Project") situate at Honouliuli, Ewa, City and County of Honolulu, State of Hawaii.

B. The Developer ("Developer") is the lawful Owner of the fee simple interest in the real property and the rights to be transferred to the Purchaser; the same are free and clear of and from all encumbrances except as identified in the Deed and except for the lien of real property taxes not yet by law required to be paid; the Developer has good right and title to sell and convey said real property in the manner set forth in the Deed; and the Developer will WARRANT AND DEFEND the same unto the Purchaser forever against the lawful claims and demands of all persons, except as mentioned in the Deed.

C. Purchaser agrees and consents to the exercise by Developer of any of its reserved rights set forth in the Deed and in the Declaration, and Purchaser agrees to sign such documents and do such things as may be required to permit Developer to exercise those reserved rights, including the signing, delivering and filing of all documents which may be necessary. Purchaser appoints Developer as Purchaser's "attorney-in-fact" which means that Developer can act for Purchaser or on Purchaser's behalf, with "full power of substitution," which means that someone else may take Developer's place to sign, deliver and file all documents and to do all things on Purchaser's behalf, which grant of authority, being coupled with an interest, which means that the Developer has an interest beyond just in the power Purchaser is giving, the power of attorney cannot be revoked by Purchaser for the term of the reserved rights, and the power of attorney will not be affected by Purchaser's disability.

D. Purchaser agrees, for the benefit of all other Owners of the other Apartments in the Project, to at all times observe, perform, comply with and abide by all of the covenants, agreements, obligations, conditions and other provisions set forth in the Declaration, Master Declarations, KBV Master Declaration, Easement Declaration, the Bylaws and the House Rules as any of the same exist or may hereafter be amended in accordance with law, and accepts and approves of the Declaration, Master Declarations, KBV Villas Master Declaration, Easement Declaration, Bylaws and House Rules.

* * * * *

THE ABOVE SUMMARY IS NOT INTENDED TO BE A THOROUGH AND EXHAUSTIVE EXPLANATION OF ALL TERMS AND PROVISIONS CONTAINED IN THE APARTMENT DEED. WHILE A PURCHASER CAN USE THIS SUMMARY AS A GENERAL SUMMARY OF THE APARTMENT DEED, PURCHASER MUST REFER TO THE APARTMENT DEED TO DETERMINE PURCHASER'S ACTUAL RIGHTS AND OBLIGATIONS. IF ANY CONFLICT OR DIFFERENCE EXISTS BETWEEN THIS SUMMARY AND THE APARTMENT DEED, THE APARTMENT DEED WILL CONTROL.

EXHIBIT "L"

SPECIAL USE RESTRICTIONS

Capitalized terms have the same meaning ascribed to such terms in the Declaration.

A. **APARTMENTS.** The Apartments in the Project shall be occupied and used only for purposes that are consistent with, and appropriate to, a resort destination operating pursuant to First Class Standards. *Accordingly, the Apartments may be used for long-term residential use, hotel or transient vacation rental purposes, or other uses permitted by law, the Declaration and the Bylaws, that are consistent with a resort destination operating pursuant to First Class Standards;* provided that: (i) other than as may be provided herein, no commercial business activity, or home occupation involving visitation by members of the public on a regular basis shall be conducted from any Residential Apartment; (ii) notwithstanding anything contained herein or in law to the contrary, the Apartments in the Project or any interest therein, shall not be the subject of or sold, transferred, conveyed, leased, occupied, rented or used at any time under a time share plan (as defined in Hawaii Revised Statutes, Chapter 514E, as amended) or similar arrangement or program whether covered by Chapter 514E or not, including, without limitation, any so-called "fractional ownership", "vacation license", "travel club membership", "club membership", "membership club", "time-interval ownership" or "interval ownership" as offered and established through a third-party vacation membership service provider who is in the business of providing and managing such programs; and (iii) all hotel or transient vacation uses shall be for periods longer than seven (7) consecutive days.

The restrictions set forth in subsection (ii) above shall be read broadly, and, among other things, shall encompass any type of plan, the nature of which causes Apartments to be utilized by persons who have either joined a plan or program as a member or whose use is derivative of someone who has joined a plan or program as a member. Determination by the Association that a violation of this provision exists shall be binding on the violating Owner, and the Board may promulgate and effectuate additional rules, regulations and procedures and processes for enforcement of this provision, including but not limited to any surcharge or other charge or assessment that the Board shall solely determine. The first violation of this provision shall result in notice thereof given to the violating Owner, together with a right to cure such violation within 30 days. If such cure shall not timely occur, or if a cure shall be effected, but a second violation shall occur, then the Association shall be vested with a call option, to be exercised at the Association's sole discretion, to purchase the Apartment at ninety percent (90%) of its fair market value, determined at the time the Owner receives notice from the Association that a violation has occurred, which shall be based on the decision of a licensed State of Hawaii residential real estate appraiser selected by the Association in its sole discretion. The decision of the appraiser as to fair market value shall be final and binding. The appraisal process may be re-done on a semi-annual basis. The fees of the appraiser shall be divided equally between the Owner and the Association. The Association, at its sole discretion, shall in the alternative also have the option to force the sale of the Apartment on the open market commencing the date after the determination of the fair market value of the Apartment by the appraiser at a price equal to 90% of the fair market value of the Apartment. All costs associated with the call option or forced sale, including, without limitation, any broker commissions shall be the responsibility of the Owner and shall be deducted from the purchase price on the resale before distribution of any proceeds to the Owner. Prior to exercising its call option or forcing the sale, the Association shall first send the Owner a written notice of such Owner's violation of this provision and the course of action the Association will pursue.

Each and every party acquiring an interest in the Project consents to the right of the Association to exercise the call option or forced sale right set forth herein including, but not limited to the filing of any and all documents, including, without limitation, any deeds necessary to effect the same in said Land Court; agrees to execute, deliver and file such documents and instruments and do such other things as may be necessary or convenient to effect the same; and appoints the Association and its assigns his attorney-in-fact with full power of substitution to execute, deliver and file such documents and instruments and to do such things on his behalf, and to receive or send any legal notices required by Chapter 501 of the Act, and to receive service of process (legal papers) as to legal proceedings in the Land Court of the State of Hawaii, which grant of such power, being coupled with an interest, is irrevocable for the term of said reserved rights, and shall not be affected by the disability of such party or parties; which grant of such power shall be binding upon any assign of, or successor-in-interest to, any such party and shall be deemed to be automatically granted anew by any assign or successor-in-interest upon any transfer of any Apartment or any

interest therein, whether by deed, mortgage, or any other instrument of conveyance. The Association shall further have the right to execute, deliver and file any amendment to this Declaration or to the Condominium Map, Bylaws and/or House Rules, any easement instrument, any deed, any amendment to an apartment deed, assignment of rights or interest, any necessary land court petitions with the Land Court to exercise its rights pursuant to this provision.

Specifically, but without limitation to the generality of the foregoing, except for Apartments owned by the Developer and used for sales and marketing purposes in accordance with Section IV.G. in the Declaration and the limitations on sales in this paragraph and the Declaration of Covenants and Restrictions; Power to Grant Easement dated September 1, 2005 recorded in said Office as Document No. 3321228, no "open houses" or similar activity promoting the sale of an Apartment shall be permitted at the Project. The Business Apartment may be used for any purpose permissible by law, this Declaration, Bylaws or the Declaration of Covenants and Restrictions; Power to Grant Easement, including, but not limited to, administrative offices, management offices, the provision of front desk services, concierge services, storage, sales and marketing offices (subject to the limitations on sales expressed herein), and activity desks or offices. The Owner of the Business Apartment may enter into such agreements as it deems appropriate to utilize such Apartment to provide services to Owners (but shall not be limited to such use), including, but not limited to, reservations, registration services, concierge services, luggage services, security, interior unit maintenance and housekeeping services, real estate sales activities related solely to initial sales of Apartments in the Project and any income derived from such services shall belong solely to such Business Apartment Owner, provided that any such use does not violate the Declaration of Covenants and Restrictions; Power to Grant Easement. This Section shall not be terminated or amended without the prior written consent of the Developer, to the extent permitted by applicable law, and shall be subject to the provisions of Section 3B of the Declaration of Covenants and Restrictions; Power to Grant Easements. This provision shall not be amended or terminated without the prior written consent of the Developer, to the extent permitted by applicable law.

B. OWNERS' RIGHT TO LEASE APARTMENTS AND LIMITED COMMON ELEMENTS.

The Owners of the respective Apartments shall have the absolute right, without obtaining the consent or joinder of any other Owners, to lease or grant licenses with respect to such Apartments and/or the Limited Common Elements appurtenant thereto, subject to the provisions of the Act, the Declaration and the Bylaws; provided that any Owner engaging in leasing activity shall comply with the provisions of Section 521-43(f) of the Hawaii Revised Statutes, or any successor provision, as applicable, subject to the Master Declarations.

C. OWNERS' RIGHT TO SELL APARTMENTS. The Owners of the respective Apartments shall have the absolute right to sell or otherwise transfer such Apartments subject to all provisions of the Act, the Declaration, the Bylaws, the House Rules, the Design Committee Rules (if any) and the Master Declarations.

D. OWNERS' RIGHT TO MORTGAGE. The Owners of the respective Apartments shall have the right to mortgage or otherwise transfer an interest in their respective Apartments as security for the repayment of a loan.

E. PROHIBITION ON ACTIVITIES WHICH JEOPARDIZE THE PROJECT. No Apartment Owner shall do or suffer or permit to be done anything on any Apartment or appurtenant Limited Common Element or elsewhere on the Project which will (i) injure the reputation of the Project, (ii) jeopardize the safety or soundness of the Project, (iii) create a nuisance or interfere with or unreasonably disturb the rights of other Owners and occupants, (iv) reduce the value of the Project, (v) result in the cancellation of insurance applicable to the Project, or adversely affect the right of recovery thereunder or result in reputable companies refusing to provide insurance as required or permitted by the Bylaws, or (vi) increase the rate of insurance applicable to the Apartments or the contents thereof, or to the Project.

F. CHANGES TO BUILDING STRUCTURES AND APARTMENTS. The Board shall have the right to change the exterior appearance of any Building Structure. No change shall be made which shall result in an appearance which is inconsistent with a resort destination operating pursuant to First Class Standards. The Board may delegate the foregoing responsibility to the Resort Manager. Except for the Owner of the Business Apartment, which shall have the right to change the appearance of such Apartment and any Limited Common Elements appurtenant thereto without the consent of the Board, no Owner of an Apartment shall enclose, affix improvements thereon or extend any lanai attached to the Apartment and no Owner shall, without the prior written consent of the

Board, change or cause a change to the exterior appearance of an Apartment or Limited Common Element in any manner.

G. OWNERS TO MAINTAIN APARTMENTS AND APPURTENANT LIMITED COMMON ELEMENTS IN GOOD ORDER. The Owner of an Apartment shall keep the Apartment and all plumbing, electrical and other fixtures and appurtenances constituting a part of the Apartment in good order and repair, and shall be responsible for any damage or loss caused by his or her failure to do so. Also, in accordance with and as provided in Article II, Section C of the Declaration, certain Owners shall also keep the Limited Common Elements appurtenant to said Owner's Apartment in good order and repair, and shall be responsible for any damage or loss caused by his or her failure to do so. The Owners of any Apartment, however, shall be responsible for any damage or loss caused by such Owner to any of the Common Elements and Limited Common Elements and any costs associated therewith.

H. USE OF COMMON ELEMENTS. Each Apartment Owner may use the Common Elements in accordance with the purpose for which they were intended without hindering or encroaching upon the lawful rights of the other Apartment Owners, subject always to the rights reserved to the Developer herein and in the Master Declarations, and further subject to:

1. The right of the Board, upon the approval of the Owners of seventy-five percent (75%) of the Common Interest, to change the use of the Common Elements;

2. The right of the Board, on behalf of the Association, to lease or otherwise use for the benefit of the Association those Common Elements which are not actually used by any of the Apartment Owners for an originally intended special purpose, as determined by the Board; provided that unless the approval of the Owners of seventy-five percent (75%) of the Common Interest is obtained, any such lease shall not have a term exceeding five (5) years and shall contain a provision that the lease or agreement for use may be terminated by either party thereto on not more than sixty (60) days written notice;

3. The right of the Board to lease or otherwise use for the benefit of the Association those Common Elements not falling within Section H.2 above, upon obtaining: (i) the approval of the Owners of seventy-five percent (75%) of the Common Interest, including all directly affected Owners and all Owners of Apartments to which such Common Elements are appurtenant in the case of Limited Common Elements, and (ii) the approval of all mortgagees of record which hold mortgages on Apartments with respect to which owner approval is required by (i) above, if such lease or use would be in derogation of the interest of such mortgagees; and

4. Notwithstanding anything provided in the Declaration to the contrary, the Owner of the Apartment to which any Limited Common Element is appurtenant has the exclusive right to use such Limited Common Elements unless otherwise stated in the Declaration.

I. DEVELOPER'S RIGHT TO USE. Notwithstanding anything provided to the contrary, and subject to the right reserved to the Developer and reserved to the declarants in the KBV Master Declaration and in the Master Declarations, as long as there are unsold Apartments in the Project, Developer shall have the right to use any Apartment which it owns for promotional purposes, and shall have the right to have guests stay in such Apartments for any length of time; provided that such guests shall abide by and be subject to all of the provisions of the Declaration, Bylaws and House Rules. Additionally, the Developer will have the right to utilize Apartments as sales offices or as a place which is utilized to provide services to the Owners or other occupants of the Project, to the extent such use or uses are permitted under applicable law.

J. PROHIBITION AGAINST INCREASING ENCLOSED LIVING AREA. The enclosed living area of an Apartment of the Project (as such living area is depicted on the Condominium Map on the date the Apartment is conveyed to an Owner by the Developer) may not be increased. Such prohibition includes any partial or full enclosure of any lanai attached to the Apartment.

* * * * *

THE ABOVE SUMMARY IS NOT INTENDED TO BE A THOROUGH AND EXHAUSTIVE EXPLANATION OF ALL USE RESTRICTIONS CONTAINED IN THE DECLARATION, BYLAWS, HOUSE RULES AND OTHER CONDOMINIUM DOCUMENTS. WHILE A PURCHASER CAN USE THIS SUMMARY AS A GENERAL SUMMARY OF SUCH USE RESTRICTIONS, PURCHASERS SHOULD REFER TO THE CONSTITUENT DOCUMENTS OF THE PROJECT TO DETERMINE ALL OF THE USE RESTRICTIONS THAT MAY APPLY. IF ANY CONFLICT OR DIFFERENCE EXISTS BETWEEN THIS SUMMARY AND THE DECLARATION, BYLAWS, HOUSE RULES OR OTHER DOCUMENTS OF THE PROJECT, SUCH DOCUMENTS WILL CONTROL.

EXHIBIT "M"

Estimate of Common Interests of Apartments Upon Merger of Ownership Interests

The estimated Common Interests that will be appurtenant, upon the merger of the Project and Lot 53A Project, each of the apartments of the Merged Project shall be as follows:

A. RESIDENTIAL APARTMENTS - BEACH TOWER

Apartment Number	Apartment Type	Bedroom / Bathrooms	Approximate Net Living Area (sf)	Approximate Lanai Area (sf)	Percentage Common Interest
B-101	C2	3/3	1498	385	0.438163%
B-102	B	2/2	1171	215	0.342516%
B-103	A1	3/3	1478	215	0.432313%
B-104	A1-R	3/3	1478	215	0.432313%
B-105	B-R	2/2	1171	215	0.342516%
B-106	B	2/2	1171	215	0.342516%
B-107	A1	3/3	1478	215	0.432313%
B-108	B-R	2/2	1171	215	0.342516%
B-109	D-R	2/2	1315	260	0.384636%
B-110	D	2/2	1315	260	0.384636%
B-201	C	3/3	1498	406	0.438163%
B-202	B	2/2	1171	215	0.342516%
B-203	A1	3/3	1478	215	0.432313%
B-204	A1-R	3/3	1478	215	0.432313%
B-205	B-R	2/2	1171	215	0.342516%
B-206	B	2/2	1171	215	0.342516%
B-207	A1	3/3	1478	215	0.432313%
B-208	B-R	2/2	1171	215	0.342516%
B-209	D-R	2/2	1315	260	0.384636%
B-210	D	2/2	1315	260	0.384636%
B-301	C	3/3	1498	406	0.438163%
B-302	B	2/2	1171	215	0.342516%
B-303	A1	3/3	1478	215	0.432313%
B-304	A1-R	3/3	1478	215	0.432313%
B-305	B-R	2/2	1171	215	0.342516%
B-306	B	2/2	1171	215	0.342516%
B-307	A1	3/3	1478	215	0.432313%
B-308	B-R	2/2	1171	215	0.342516%
B-309	D-R	2/2	1315	260	0.384636%
B-310	D	2/2	1315	260	0.384636%
B-401	C	3/3	1498	406	0.438163%
B-402	B	2/2	1171	215	0.342516%
B-403	A1	3/3	1478	215	0.432313%
B-404	A1-R	3/3	1478	215	0.432313%
B-405	B-R	2/2	1171	215	0.342516%
B-406	B	2/2	1171	215	0.342516%
B-407	A1	3/3	1478	215	0.432313%
B-408	B-R	2/2	1171	215	0.342516%
B-409	D-R	2/2	1315	260	0.384636%
B-410	D	2/2	1315	260	0.384636%
B-501	C	3/3	1498	406	0.438163%
B-502	B	2/2	1171	215	0.342516%
B-503	A1	3/3	1478	215	0.432313%

B-504	A1-R	3/3	1478	215	0.432313%
B-505	B-R	2/2	1171	215	0.342516%
B-506	B	2/2	1171	215	0.342516%
B-507	A1	3/3	1478	215	0.432313%
B-508	B-R	2/2	1171	215	0.342516%
B-509	D-R	2/2	1315	260	0.384636%
B-510	D	2/2	1315	260	0.384636%
B-601	C	3/3	1498	406	0.438163%
B-602	B	2/2	1171	215	0.342516%
B-603	A1	3/3	1478	215	0.432313%
B-604	A1-R	3/3	1478	215	0.432313%
B-605	B-R	2/2	1171	215	0.342516%
B-606	B	2/2	1171	215	0.342516%
B-607	A1	3/3	1478	215	0.432313%
B-608	B-R	2/2	1171	215	0.342516%
B-609	D-R	2/2	1315	260	0.384636%
B-610	D	2/2	1315	260	0.384636%
B-701	C	3/3	1498	406	0.438163%
B-702	B	2/2	1171	215	0.342516%
B-703	A1	3/3	1478	215	0.432313%
B-704	A1-R	3/3	1478	215	0.432313%
B-705	B-R	2/2	1171	215	0.342516%
B-706	B	2/2	1171	215	0.342516%
B-707	A1	3/3	1478	215	0.432313%
B-708	B-R	2/2	1171	215	0.342516%
B-709	D-R	2/2	1315	260	0.384636%
B-710	D	2/2	1315	260	0.384636%
B-801	C	3/3	1498	406	0.438163%
B-802	B	2/2	1171	215	0.342516%
B-803	A1	3/3	1478	215	0.432313%
B-804	A1-R	3/3	1478	215	0.432313%
B-805	B-R	2/2	1171	215	0.342516%
B-806	B	2/2	1171	215	0.342516%
B-807	A1	3/3	1478	215	0.432313%
B-808	B-R	2/2	1171	215	0.342516%
B-901	C	3/3	1498	406	0.438163%
B-902	B	2/2	1171	215	0.342516%
B-903	A1	3/3	1478	215	0.432313%
B-904	A1-R	3/3	1478	215	0.432313%
B-905	B-R	2/2	1171	215	0.342516%
B-906	B	2/2	1171	215	0.342516%
B-907	A1	3/3	1478	215	0.432313%
B-908	B-R	2/2	1171	215	0.342516%
B-1001	B	2/2	1171	215	0.342516%
B-1002	A1	3/3	1478	215	0.432313%
B-1003	B-R	2/2	1171	215	0.342516%
B-1101	B	2/2	1171	215	0.342516%
B-1102	A1	3/3	1478	215	0.432313%
B-1103	B-R	2/2	1171	215	0.342516%
Subtotal			121594		35.566088%

B. COMMERCIAL APARTMENTS – BEACH TOWER

Apartment Number	Apartment Type	General Description	Approximate Net Living Area (sf)	Approximate Lanai Area (sf)	Percentage Common Interest
CA-1	Commercial Apartment	Front Desk, Great Room	1078	753	0.315313%
CA-2	Commercial Apartment (“Business Apartment”)	Member’s Club, Toilets, Kitchen	2123	189	0.620946%
CA-3*	Commercial Apartment	Beach Bar	324	799	0.094770%
CA-4	Commercial Apartment	Engineering Office/Workshop	855	0	0.250086%
Subtotal			4,380		1.281115%

* Although CA-3 is a free standing building, it is considered part of the Beach Tower for reference purposes.

C. RESIDENTIAL APARTMENTS – OCEAN TOWER

Apartment Number	Apartment Type	Bedroom / Bathrooms	Approximate Net Living Area (sf)	Approximate Lanai Area (sf)	Percentage Common Interest
O-121	A3-R	3/3	1650	262	0.482623%
O-201	J	3/2.5	1611	203	0.471215%
O-202	F2	3/2.5	1507	227	0.440795%
O-203	E2-R	2/2	1187	178	0.347196%
O-204	E2	2/2	1187	178	0.347196%
O-205	F2-R	3/2.5	1507	227	0.440795%
O-206	J-R	3/2.5	1611	203	0.471215%
O-210	G	2/2	1201	215	0.351291%
O-211	H	3/3	1484	215	0.434068%
O-212	A1	3/3	1478	215	0.432313%
O-213	B	2/2	1171	215	0.342516%
O-214	B-R	2/2	1171	215	0.342516%
O-215	A4	3/3	1650	262	0.482623%
O-221	G-R	2/2	1201	215	0.351291%
O-222	H-R	3/3	1484	215	0.434068%
O-223	A1-R	3/3	1478	215	0.432313%
O-224	B-R	2/2	1171	215	0.342516%
O-225	B	2/2	1171	215	0.342516%
O-226	A3-R	3/3	1650	262	0.482623%
O-301	J	3/2.5	1611	203	0.471215%
O-302	F	3/2.5	1507	227	0.440795%
O-303	E-R	2/2	1187	178	0.347196%
O-304	E	2/2	1187	178	0.347196%
O-305	F-R	3/2.5	1507	227	0.440795%
O-306	J-R	3/2.5	1611	203	0.471215%
O-310	G	2/2	1201	215	0.351291%
O-311	H	3/3	1484	215	0.434068%
O-312	A1	3/3	1478	215	0.432313%
O-313	B	2/2	1171	215	0.342516%
O-314	B-R	2/2	1171	215	0.342516%

Apartment Number	Apartment Type	Bedroom / Bathrooms	Approximate Net Living Area (sf)	Approximate Lanai Area (sf)	Percentage Common Interest
O-315	A3	3/3	1650	262	0.482623%
O-321	G-R	2/2	1201	215	0.351291%
O-322	H-R	3/3	1484	215	0.434068%
O-323	A1-R	3/3	1478	215	0.432313%
O-324	B-R	2/2	1171	215	0.342516%
O-325	B	2/2	1171	215	0.342516%
O-326	A3-R	3/3	1650	262	0.482623%
O-401	J	3/2.5	1611	203	0.471215%
O-402	F	3/2.5	1507	227	0.440795%
O-403	E-R	2/2	1187	178	0.347196%
O-404	E	2/2	1187	178	0.347196%
O-405	F-R	3/2.5	1507	227	0.440795%
O-406	J-R	3/2.5	1611	203	0.471215%
O-410	G	2/2	1201	215	0.351291%
O-411	H	3/3	1484	215	0.434068%
O-412	A1	3/3	1478	215	0.432313%
O-413	B	2/2	1171	215	0.342516%
O-414	B-R	2/2	1171	215	0.342516%
O-415	A3	3/3	1650	262	0.482623%
O-421	G-R	2/2	1201	215	0.351291%
O-422	H-R	3/3	1484	215	0.434068%
O-423	A1-R	3/3	1478	215	0.432313%
O-424	B-R	2/2	1171	215	0.342516%
O-425	B	2/2	1171	215	0.342516%
O-426	A3-R	3/3	1650	262	0.482623%
O-501	L-1	2/2	1265	201	0.370011%
O-502	F	3/2.5	1507	227	0.440795%
O-503	E-R	2/2	1187	178	0.347196%
O-504	E	2/2	1187	178	0.347196%
O-505	F-R	3/2.5	1507	227	0.440795%
O-506	L1-R	2/2	1265	201	0.370011%
O-511	H	3/3	1484	215	0.434068%
O-512	K	2/2	1319	213	0.385806%
O-521	H-R	3/3	1484	215	0.434068%
O-522	A1-R	3/3	1478	215	0.432313%
O-523	B-R	2/2	1171	215	0.342516%
O-524	B	2/2	1171	215	0.342516%
O-601	L	2/2	1265	201	0.370011%
O-602	F	3/2.5	1507	227	0.440795%
O-603	E-R	2/2	1187	178	0.347196%
O-604	E	2/2	1187	178	0.347196%
O-605	F-R	3/2.5	1507	227	0.440795%
O-606	L-R	2/2	1265	201	0.370011%
O-611	H	3/3	1484	215	0.434068%
O-612	M1	2/2	1293	479	0.378201%
O-621	H-R	3/3	1484	215	0.434068%
O-622	A2	3/3	1478	215	0.432313%
O-623	B2	2/2	1171	275	0.342516%
O-624	B	2/2	1171	215	0.342516%
O-701	L	2/2	1265	201	0.370011%
O-702	F	3/2.5	1507	227	0.440795%

Apartment Number	Apartment Type	Bedroom / Bathrooms	Approximate Net Living Area (sf)	Approximate Lanai Area (sf)	Percentage Common Interest
O-703	E-R	2/2	1187	178	0.347196%
O-704	E	2/2	1187	178	0.347196%
O-705	F-R	3/2.5	1507	227	0.440795%
O-706	L-R	2/2	1265	201	0.370011%
O-711	H	3/3	1484	215	0.434068%
O-712	M	2/2	1293	349	0.378201%
O-721	H-R	3/3	1484	215	0.434068%
O-722	A2	3/3	1478	215	0.432313%
O-723	B2	2/2	1171	275	0.342516%
O-724	B	2/2	1171	215	0.342516%
O-801	L	2/2	1265	201	0.370011%
O-802	F	3/2.5	1507	227	0.440795%
O-803	E-R	2/2	1187	178	0.347196%
O-804	E	2/2	1187	178	0.347196%
O-805	F-R	3/2.5	1507	227	0.440795%
O-806	L-R	2/2	1265	201	0.370011%
O-811	H	3/3	1484	215	0.434068%
O-812	M	2/2	1293	349	0.378201%
O-821	H-R	3/3	1484	215	0.434068%
O-822	A2	3/3	1478	215	0.432313%
O-823	B2	2/2	1171	275	0.342516%
O-824	B	2/2	1171	215	0.342516%
O-901	L	2/2	1265	201	0.370011%
O-902	F	3/2.5	1507	227	0.440795%
O-903	E-R	2/2	1187	178	0.347196%
O-904	E	2/2	1187	178	0.347196%
O-905	F-R	3/2.5	1507	227	0.440795%
O-906	L-R	2/2	1265	201	0.370011%
O-911	H	3/3	1484	215	0.434068%
O-912	M	2/2	1293	349	0.378201%
O-921	H-R	3/3	1484	215	0.434068%
O-922	A2	3/3	1478	215	0.432313%
O-923	B2	2/2	1171	275	0.342516%
O-924	B	2/2	1171	215	0.342516%
O-1001	L	2/2	1265	201	0.370011%
O-1002	F	3/2.5	1507	227	0.440795%
O-1003	E-R	2/2	1187	178	0.347196%
O-1004	E	2/2	1187	178	0.347196%
O-1005	F-R	3/2.5	1507	227	0.440795%
O-1006	L-R	2/2	1265	201	0.370011%
O-1011	N2	3/3	1532	381	0.448108%
O-1021	N3	3/3	1532	560	0.448108%
O-1101	L	2/2	1265	201	0.370011%
O-1102	F	3/2.5	1507	227	0.440795%
O-1103	E-R	2/2	1187	178	0.347196%
O-1104	E	2/2	1187	178	0.347196%
O-1105	F-R	3/2.5	1507	227	0.440795%
O-1106	L-R	2/2	1265	201	0.370011%
O-1111	N	3/3	1532	427	0.448108%
O-1121	N-R	3/3	1532	427	0.448108%
O-1201	L	2/2	1265	201	0.370011%

Apartment Number	Apartment Type	Bedroom / Bathrooms	Approximate Net Living Area (sf)	Approximate Lanai Area (sf)	Percentage Common Interest
O-1202	F	3/2.5	1507	227	0.440795%
O-1203	E-R	2/2	1187	178	0.347196%
O-1204	E	2/2	1187	178	0.347196%
O-1205	F-R	3/2.5	1507	227	0.440795%
O-1206	L-R	2/2	1265	201	0.370011%
O-1401	L	2/2	1265	201	0.370011%
O-1402	F	3/2.5	1507	227	0.440795%
O-1403	E-R	2/2	1187	178	0.347196%
O-1404	E	2/2	1187	178	0.347196%
O-1405	F-R	3/2.5	1507	227	0.440795%
O-1406	L-R	2/2	1265	201	0.370011%
O-1501	L	2/2	1265	201	0.370011%
O-1502	F	3/2.5	1507	227	0.440795%
O-1503	E-R	2/2	1187	178	0.347196%
O-1504	E	2/2	1187	178	0.347196%
O-1505	F-R	3/2.5	1507	227	0.440795%
O-1506	L-R	2/2	1265	201	0.370011%
O-1601	L	2/2	1265	201	0.370011%
O-1602	F	3/2.5	1507	227	0.440795%
O-1603	E-R	2/2	1187	178	0.347196%
O-1604	E	2/2	1187	178	0.347196%
O-1605	F-R	3/2.5	1507	227	0.440795%
O-1606	L-R	2/2	1265	201	0.370011%
Subtotal			210067		61.444312%

D. COMMERCIAL APARTMENTS – OCEAN TOWER

Apartment Number	Apartment Type	General Description	Approximate Net Living Area (sf)	Approximate Lanai Area (sf)	Percentage Common Interest
CA-B	Commercial Apartment	Employee Breakroom and Lockers	1291	0	0.377616%
CA-C	Commercial Apartment	Fitness Center Men's and Women's Lockers	4550	0	1.330869%
Subtotal			5,841		1.708485%
TOTAL			341882		100.000000%

DESCRIPTION - BEACH TOWER

1. Location of Apartments.

a. Residential Apartments

Ninety-two (92) Residential Apartments located in a single eleven (11) story building. There are ten (10) Residential Apartment located on levels one through seven, eight (8) Residential Apartments located on levels eight and nine, and three (3) Residential Apartments located on levels ten and eleven.

b. Commercial Apartments

Four (4) Commercial Apartments, two (2) located on level one of a single eleven (11) story building and one (1) free-standing Commercial Apartment located near the pool and beach area.

2. Layout of Apartments.

a. Residential Apartments

All Residential Apartments have the number of bedrooms and bathrooms indicated on the table above and one kitchen and one living/dining room.

b. Commercial Apartments

The layouts of the Commercial Apartments are further described in the Condominium Map.

DESCRIPTION - OCEAN TOWER

1. Location of Apartments.

a. Residential Apartments

One hundred fifty-five (155) Residential Apartments located in a single fifteen (15) story building. There is one (1) Residential Apartment located on level one, eighteen (18) Residential Apartments located on levels two through four, twelve (12) Residential Apartments located on levels five through nine, eight (8) Residential Apartments located on levels ten and eleven, and six (6) Residential Apartments located on levels twelve, fourteen, fifteen and sixteen. There is no level thirteen.

b. Commercial Apartments

Two (2) Commercial Apartments located in a single fifteen (15) story building, located on level one.

2. Layout of Apartments.

a. Residential Apartments

All Residential Apartments have the number of bedrooms and bathrooms indicated on the table above and one kitchen and one living/dining room.

b. Commercial Apartments

The layout of the Commercial Apartments is further described in the Condominium Map.

CALCULATION OF COMMON INTEREST

The estimated common interest attributable to each Apartment in the merged project was calculated by dividing the approximate net living area of each individual Apartment by the total net living area of all Apartments within the Project.

In order to permit the common interest for all Apartments in the Project to equal exactly one hundred percent (100%), the common interest attributable to Commercial Apartment 2 (CA-2) was decreased by .000028%.

THE COMMON INTERESTS SET FORTH HEREIN ARE ESTIMATES ONLY. THE AMOUNTS PROVIDED HEREIN ARE BASED ON THE DEVELOPER'S BEST ESTIMATE AT THE TIME OF FILING OF THE DECLARATION FOR THE PROJECT.

RESIDENTIAL APARTMENTS - BEACH TOWER

Apartment Number	Percentage Common Interest	Monthly Maintenance Fee	Annual Maintenance Fee
B-101	0.438163%	1,504.36	18,052.37
B-102	0.342516%	1,175.98	14,111.70
B-103	0.432313%	1,484.28	17,811.35
B-104	0.432313%	1,484.28	17,811.35
B-105	0.342516%	1,175.98	14,111.70
B-106	0.342516%	1,175.98	14,111.70
B-107	0.432313%	1,484.28	17,811.35
B-108	0.342516%	1,175.98	14,111.70
B-109	0.384636%	1,320.59	15,847.05
B-110	0.384636%	1,320.59	15,847.05
B-201	0.438163%	1,504.36	18,052.37
B-202	0.342516%	1,175.98	14,111.70
B-203	0.432313%	1,484.28	17,811.35
B-204	0.432313%	1,484.28	17,811.35
B-205	0.342516%	1,175.98	14,111.70
B-206	0.342516%	1,175.98	14,111.70
B-207	0.432313%	1,484.28	17,811.35
B-208	0.342516%	1,175.98	14,111.70
B-209	0.384636%	1,320.59	15,847.05
B-210	0.384636%	1,320.59	15,847.05
B-301	0.438163%	1,504.36	18,052.37
B-302	0.342516%	1,175.98	14,111.70
B-303	0.432313%	1,484.28	17,811.35
B-304	0.432313%	1,484.28	17,811.35
B-305	0.342516%	1,175.98	14,111.70
B-306	0.342516%	1,175.98	14,111.70
B-307	0.432313%	1,484.28	17,811.35
B-308	0.342516%	1,175.98	14,111.70
B-309	0.384636%	1,320.59	15,847.05
B-310	0.384636%	1,320.59	15,847.05
B-401	0.438163%	1,504.36	18,052.37
B-402	0.342516%	1,175.98	14,111.70
B-403	0.432313%	1,484.28	17,811.35
B-404	0.432313%	1,484.28	17,811.35
B-405	0.342516%	1,175.98	14,111.70
B-406	0.342516%	1,175.98	14,111.70
B-407	0.432313%	1,484.28	17,811.35
B-408	0.342516%	1,175.98	14,111.70
B-409	0.384636%	1,320.59	15,847.05
B-410	0.384636%	1,320.59	15,847.05
B-501	0.438163%	1,504.36	18,052.37
B-502	0.342516%	1,175.98	14,111.70
B-503	0.432313%	1,484.28	17,811.35
B-504	0.432313%	1,484.28	17,811.35
B-505	0.342516%	1,175.98	14,111.70
B-506	0.342516%	1,175.98	14,111.70
B-507	0.432313%	1,484.28	17,811.35

*Estimate of Initial Maintenance Fee
Ownership Merger*

*Beach Villas at Ko Olina
247 Residential Villas / 6 Commercial Apts.*

B-508	0.342516%	1,175.98	14,111.70
B-509	0.384636%	1,320.59	15,847.05
B-510	0.384636%	1,320.59	15,847.05
B-601	0.438163%	1,504.36	18,052.37
B-602	0.342516%	1,175.98	14,111.70
B-603	0.432313%	1,484.28	17,811.35
B-604	0.432313%	1,484.28	17,811.35
B-605	0.342516%	1,175.98	14,111.70
B-606	0.342516%	1,175.98	14,111.70
B-607	0.432313%	1,484.28	17,811.35
B-608	0.342516%	1,175.98	14,111.70
B-609	0.384636%	1,320.59	15,847.05
B-610	0.384636%	1,320.59	15,847.05
B-701	0.438163%	1,504.36	18,052.37
B-702	0.342516%	1,175.98	14,111.70
B-703	0.432313%	1,484.28	17,811.35
B-704	0.432313%	1,484.28	17,811.35
B-705	0.342516%	1,175.98	14,111.70
B-706	0.342516%	1,175.98	14,111.70
B-707	0.432313%	1,484.28	17,811.35
B-708	0.342516%	1,175.98	14,111.70
B-709	0.384636%	1,320.59	15,847.05
B-710	0.384636%	1,320.59	15,847.05
B-801	0.438163%	1,504.36	18,052.37
B-802	0.342516%	1,175.98	14,111.70
B-803	0.432313%	1,484.28	17,811.35
B-804	0.432313%	1,484.28	17,811.35
B-805	0.342516%	1,175.98	14,111.70
B-806	0.342516%	1,175.98	14,111.70
B-807	0.432313%	1,484.28	17,811.35
B-808	0.342516%	1,175.98	14,111.70
B-901	0.438163%	1,504.36	18,052.37
B-902	0.342516%	1,175.98	14,111.70
B-903	0.432313%	1,484.28	17,811.35
B-904	0.432313%	1,484.28	17,811.35
B-905	0.342516%	1,175.98	14,111.70
B-906	0.342516%	1,175.98	14,111.70
B-907	0.432313%	1,484.28	17,811.35
B-908	0.342516%	1,175.98	14,111.70
B-1001	0.342516%	1,175.98	14,111.70
B-1002	0.432313%	1,484.28	17,811.35
B-1003	0.342516%	1,175.98	14,111.70
B-1101	0.342516%	1,175.98	14,111.70
B-1102	0.432313%	1,484.28	17,811.35
B-1103	0.342516%	1,175.98	14,111.70

COMMERCIAL APARTMENTS - BEACH TOWER

Apartment Number	Percentage Common Interest		
CA-1	0.315313%	1,082.58	12,990.94
CA-2	0.620946%	2,131.92	25,583.05
CA-3	0.094770%	325.38	3,904.54
CA-4	0.250086%	858.63	10,303.58

RESIDENTIAL APARTMENTS - OCEAN TOWER

Apartment Number	Percentage Common Interest		
O-121	0.482623%	1,657.01	19,884.13
O-201	0.471215%	1,617.84	19,414.12
O-202	0.440795%	1,513.40	18,160.81
O-203	0.347196%	1,192.04	14,304.52
O-204	0.347196%	1,192.04	14,304.52
O-205	0.440795%	1,513.40	18,160.81
O-206	0.471215%	1,617.84	19,414.12
O-210	0.351291%	1,206.10	14,473.23
O-211	0.434068%	1,490.30	17,883.66
O-212	0.432313%	1,484.28	17,811.35
O-213	0.342516%	1,175.98	14,111.70
O-214	0.342516%	1,175.98	14,111.70
O-215	0.482623%	1,657.01	19,884.13
O-221	0.351291%	1,206.10	14,473.23
O-222	0.434068%	1,490.30	17,883.66
O-223	0.432313%	1,484.28	17,811.35
O-224	0.342516%	1,175.98	14,111.70
O-225	0.342516%	1,175.98	14,111.70
O-226	0.482623%	1,657.01	19,884.13
O-301	0.471215%	1,617.84	19,414.12
O-302	0.440795%	1,513.40	18,160.81
O-303	0.347196%	1,192.04	14,304.52
O-304	0.347196%	1,192.04	14,304.52
O-305	0.440795%	1,513.40	18,160.81
O-306	0.471215%	1,617.84	19,414.12
O-310	0.351291%	1,206.10	14,473.23

*Estimate of Intial Maintenance Fee
Ownership Merger*

*Beach Villas at Ko Olina
247 Residential Villas / 6 Commercial Apts.*

O-311	0.434068%	1,490.30	17,883.66
O-312	0.432313%	1,484.28	17,811.35
O-313	0.342516%	1,175.98	14,111.70
O-314	0.342516%	1,175.98	14,111.70
O-315	0.482623%	1,657.01	19,884.13
O-321	0.351291%	1,206.10	14,473.23
O-322	0.434068%	1,490.30	17,883.66
O-323	0.432313%	1,484.28	17,811.35
O-324	0.342516%	1,175.98	14,111.70
O-325	0.342516%	1,175.98	14,111.70
O-326	0.482623%	1,657.01	19,884.13
O-401	0.471215%	1,617.84	19,414.12
O-402	0.440795%	1,513.40	18,160.81
O-403	0.347196%	1,192.04	14,304.52
O-404	0.347196%	1,192.04	14,304.52
O-405	0.440795%	1,513.40	18,160.81
O-406	0.471215%	1,617.84	19,414.12
O-410	0.351291%	1,206.10	14,473.23
O-411	0.434068%	1,490.30	17,883.66
O-412	0.432313%	1,484.28	17,811.35
O-413	0.342516%	1,175.98	14,111.70
O-414	0.342516%	1,175.98	14,111.70
O-415	0.482623%	1,657.01	19,884.13
O-421	0.351291%	1,206.10	14,473.23
O-422	0.434068%	1,490.30	17,883.66
O-423	0.432313%	1,484.28	17,811.35
O-424	0.342516%	1,175.98	14,111.70
O-425	0.342516%	1,175.98	14,111.70
O-426	0.482623%	1,657.01	19,884.13
O-501	0.370011%	1,270.38	15,244.50
O-502	0.440795%	1,513.40	18,160.81
O-503	0.347196%	1,192.04	14,304.52
O-504	0.347196%	1,192.04	14,304.52
O-505	0.440795%	1,513.40	18,160.81
O-506	0.370011%	1,270.38	15,244.50
O-511	0.434068%	1,490.30	17,883.66
O-512	0.385806%	1,324.60	15,895.26
O-521	0.434068%	1,490.30	17,883.66
O-522	0.432313%	1,484.28	17,811.35
O-523	0.342516%	1,175.98	14,111.70
O-524	0.342516%	1,175.98	14,111.70
O-601	0.370011%	1,270.38	15,244.50
O-602	0.440795%	1,513.40	18,160.81
O-603	0.347196%	1,192.04	14,304.52
O-604	0.347196%	1,192.04	14,304.52
O-605	0.440795%	1,513.40	18,160.81
O-606	0.370011%	1,270.38	15,244.50
O-611	0.434068%	1,490.30	17,883.66
O-612	0.378201%	1,298.49	15,581.93
O-621	0.434068%	1,490.30	17,883.66
O-622	0.432313%	1,484.28	17,811.35
O-623	0.342516%	1,175.98	14,111.70

*Estimate of Intial Maintenance Fee
Ownership Merger*

*Beach Villas at Ko Olina
247 Residential Villas / 6 Commercial Apts.*

O-624	0.342516%	1,175.98	14,111.70
O-701	0.370011%	1,270.38	15,244.50
O-702	0.440795%	1,513.40	18,160.81
O-703	0.347196%	1,192.04	14,304.52
O-704	0.347196%	1,192.04	14,304.52
O-705	0.440795%	1,513.40	18,160.81
O-706	0.370011%	1,270.38	15,244.50
O-711	0.434068%	1,490.30	17,883.66
O-712	0.378201%	1,298.49	15,581.93
O-721	0.434068%	1,490.30	17,883.66
O-722	0.432313%	1,484.28	17,811.35
O-723	0.342516%	1,175.98	14,111.70
O-724	0.342516%	1,175.98	14,111.70
O-801	0.370011%	1,270.38	15,244.50
O-802	0.440795%	1,513.40	18,160.81
O-803	0.347196%	1,192.04	14,304.52
O-804	0.347196%	1,192.04	14,304.52
O-805	0.440795%	1,513.40	18,160.81
O-806	0.370011%	1,270.38	15,244.50
O-811	0.434068%	1,490.30	17,883.66
O-812	0.378201%	1,298.49	15,581.93
O-821	0.434068%	1,490.30	17,883.66
O-822	0.432313%	1,484.28	17,811.35
O-823	0.342516%	1,175.98	14,111.70
O-824	0.342516%	1,175.98	14,111.70
O-901	0.370011%	1,270.38	15,244.50
O-902	0.440795%	1,513.40	18,160.81
O-903	0.347196%	1,192.04	14,304.52
O-904	0.347196%	1,192.04	14,304.52
O-905	0.440795%	1,513.40	18,160.81
O-906	0.370011%	1,270.38	15,244.50
O-911	0.434068%	1,490.30	17,883.66
O-912	0.378201%	1,298.49	15,581.93
O-921	0.434068%	1,490.30	17,883.66
O-922	0.432313%	1,484.28	17,811.35
O-923	0.342516%	1,175.98	14,111.70
O-924	0.342516%	1,175.98	14,111.70
O-1001	0.370011%	1,270.38	15,244.50
O-1002	0.440795%	1,513.40	18,160.81
O-1003	0.347196%	1,192.04	14,304.52
O-1004	0.347196%	1,192.04	14,304.52
O-1005	0.440795%	1,513.40	18,160.81
O-1006	0.370011%	1,270.38	15,244.50
O-1011	0.448108%	1,538.51	18,462.11
O-1021	0.448108%	1,538.51	18,462.11
O-1101	0.370011%	1,270.38	15,244.50
O-1102	0.440795%	1,513.40	18,160.81
O-1103	0.347196%	1,192.04	14,304.52
O-1104	0.347196%	1,192.04	14,304.52
O-1105	0.440795%	1,513.40	18,160.81
O-1106	0.370011%	1,270.38	15,244.50
O-1111	0.448108%	1,538.51	18,462.11

091306

416322.4

*Estimate of Initial Maintenance Fee
Ownership Merger*

*Beach Villas at Ko Olina
247 Residential Villas / 6 Commercial Apts.*

O-1121	0.448108%
O-1201	0.370011%
O-1202	0.440795%
O-1203	0.347196%
O-1204	0.347196%
O-1205	0.440795%
O-1206	0.370011%
O-1401	0.370011%
O-1402	0.440795%
O-1403	0.347196%
O-1404	0.347196%
O-1405	0.440795%
O-1406	0.370011%
O-1501	0.370011%
O-1502	0.440795%
O-1503	0.347196%
O-1504	0.347196%
O-1505	0.440795%
O-1506	0.370011%
O-1601	0.370011%
O-1602	0.440795%
O-1603	0.347196%
O-1604	0.347196%
O-1605	0.440795%
O-1606	0.370011%

1,538.51	18,462.11
1,270.38	15,244.50
1,513.40	18,160.81
1,192.04	14,304.52
1,192.04	14,304.52
1,513.40	18,160.81
1,270.38	15,244.50
1,270.38	15,244.50
1,513.40	18,160.81
1,192.04	14,304.52
1,192.04	14,304.52
1,513.40	18,160.81
1,270.38	15,244.50
1,270.38	15,244.50
1,513.40	18,160.81
1,192.04	14,304.52
1,192.04	14,304.52
1,513.40	18,160.81
1,270.38	15,244.50
1,270.38	15,244.50
1,513.40	18,160.81
1,192.04	14,304.52
1,192.04	14,304.52
1,513.40	18,160.81
1,270.38	15,244.50

COMMERCIAL APARTMENTS – OCEAN TOWER

Apartment Number	Percentage Common Interest
CA-B	0.377616%
CA-C	1.330869%

1,296.49	15,557.83
4,569.33	54,831.97

*Estimate of Initial Maintenance Fee
Administrative Merger*

*Beach Tower - Beach Villas at Ko Olina
247 Villas / 6 Commercial Apts.*

Residential Villas

Apartment Number	Percentage Common Interest
------------------	----------------------------

Monthly	Annual
Maintenance Fees	Maintenance Fees

Comercial Apartments

Apartment Number	Percentage Common Interest
CA-1	0.855732%
CA-2	1.685269%
CA-3	0.257196%
CA-4	0.678711%
Subtotal	3.476908%
TOTAL	100.000000%

Monthly Maintenance Fee	Annual Maintenance Fee
1,133.05	17,244.52
2,231.43	33,961.17
340.55	5,182.96
898.67	13,677.24
4,603.69	70,065.89
132,407.68	2,015,178.06

*Estimate of Initial Maintenance Fee
Administrative Merger*

*Ocean Tower - Beach Villas at Ko Olina
247 Villas / 6 Commercial Apts.*

Residential Villas

Apartment Number	Percentage Common Interest*
O-421	0.556255%
O-422	0.687330%
O-423	0.684551%
O-424	0.542361%
O-425	0.542361%
O-426	0.764214%
O-501	0.585898%
O-502	0.697982%
O-503	0.549771%
O-504	0.549771%
O-505	0.697982%
O-506	0.585898%
O-511	0.687330%
O-512	0.610908%
O-521	0.687330%
O-522	0.684551%
O-523	0.542361%
O-524	0.542361%
O-601	0.585898%
O-602	0.697982%
O-603	0.549771%
O-604	0.549771%
O-605	0.697982%
O-606	0.585898%
O-611	0.687330%
O-612	0.598866%
O-621	0.687330%
O-622	0.684551%
O-623	0.542361%
O-624	0.542361%
O-701	0.585898%
O-702	0.697982%
O-703	0.549771%
O-704	0.549771%
O-705	0.697982%
O-706	0.585898%
O-711	0.687330%
O-712	0.598866%
O-721	0.687330%
O-722	0.684551%
O-723	0.542361%
O-724	0.542361%
O-801	0.585898%
O-802	0.697982%
O-803	0.549771%
O-804	0.549771%
O-805	0.697982%
O-806	0.585898%

Monthly Maintenance Fee	Annual Maintenance Fee
\$ 1,204.52	14,454.29
\$ 1,488.36	17,860.27
\$ 1,482.34	17,788.06
\$ 1,174.44	14,093.25
\$ 1,174.44	14,093.25
\$ 1,654.84	19,858.11
\$ 1,268.71	15,224.56
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56
\$ 1,488.36	17,860.27
\$ 1,322.87	15,874.45
\$ 1,488.36	17,860.27
\$ 1,482.34	17,788.06
\$ 1,174.44	14,093.25
\$ 1,174.44	14,093.25
\$ 1,268.71	15,224.56
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56
\$ 1,488.36	17,860.27
\$ 1,296.79	15,561.54
\$ 1,488.36	17,860.27
\$ 1,482.34	17,788.06
\$ 1,174.44	14,093.25
\$ 1,174.44	14,093.25
\$ 1,268.71	15,224.56
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56
\$ 1,488.36	17,860.27
\$ 1,296.79	15,561.54
\$ 1,488.36	17,860.27
\$ 1,482.34	17,788.06
\$ 1,174.44	14,093.25
\$ 1,174.44	14,093.25
\$ 1,268.71	15,224.56
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56

*Estimate of Initial Maintenance Fee
Administrative Merger*

*Ocean Tower - Beach Villas at Ko Olina
247 Villas / 6 Commercial Apts.*

Residential Villas

Apartment Number	Percentage Common Interest*
O-811	0.687330%
O-812	0.598866%
O-821	0.687330%
O-822	0.684551%
O-823	0.542361%
O-824	0.542361%
O-901	0.585898%
O-902	0.697982%
O-903	0.549771%
O-904	0.549771%
O-905	0.697982%
O-906	0.585898%
O-911	0.687330%
O-912	0.598866%
O-921	0.687330%
O-922	0.684551%
O-923	0.542361%
O-924	0.542361%
O-1001	0.585898%
O-1002	0.697982%
O-1003	0.549771%
O-1004	0.549771%
O-1005	0.697982%
O-1006	0.585898%
O-1011	0.709561%
O-1021	0.709561%
O-1101	0.585898%
O-1102	0.697982%
O-1103	0.549771%
O-1104	0.549771%
O-1105	0.697982%
O-1106	0.585898%
O-1111	0.709561%
O-1121	0.709561%
O-1201	0.585898%
O-1202	0.697982%
O-1203	0.549771%
O-1204	0.549771%
O-1205	0.697982%
O-1206	0.585898%
O-121	0.764214%
O-1401	0.585898%
O-1402	0.697982%
O-1403	0.549771%
O-1404	0.549771%
O-1405	0.697982%
O-1406	0.585898%
O-1501	0.585898%

Monthly Maintenance Fee	Annual Maintenance Fee
\$ 1,488.36	17,860.27
\$ 1,296.79	15,561.54
\$ 1,488.36	17,860.27
\$ 1,482.34	17,788.06
\$ 1,174.44	14,093.25
\$ 1,174.44	14,093.25
\$ 1,268.71	15,224.56
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56
\$ 1,488.36	17,860.27
\$ 1,296.79	15,561.54
\$ 1,488.36	17,860.27
\$ 1,482.34	17,788.06
\$ 1,174.44	14,093.25
\$ 1,174.44	14,093.25
\$ 1,268.71	15,224.56
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56
\$ 1,536.50	18,437.95
\$ 1,536.50	18,437.95
\$ 1,268.71	15,224.56
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56
\$ 1,536.50	18,437.95
\$ 1,536.50	18,437.95
\$ 1,268.71	15,224.56
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56
\$ 1,654.84	19,858.11
\$ 1,268.71	15,224.56
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56
\$ 1,268.71	15,224.56

*Estimate of Initial Maintenance Fee
Administrative Merger*

*Ocean Tower - Beach Villas at Ko Olina
247 Villas / 6 Commercial Apts.*

Residential Villas

Apartment Number	Percentage Common Interest*
O-1502	0.697982%
O-1503	0.549771%
O-1504	0.549771%
O-1505	0.697982%
O-1506	0.585898%
O-1601	0.585898%
O-1602	0.697982%
O-1603	0.549771%
O-1604	0.549771%
O-1605	0.697982%
O-1606	0.585898%
Subtotal	97.294673%

Monthly Maintenance Fee	Annual Maintenance Fee
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56
\$ 1,268.71	15,224.56
\$ 1,511.42	18,137.07
\$ 1,190.48	14,285.80
\$ 1,190.48	14,285.80
\$ 1,511.42	18,137.07
\$ 1,268.71	15,224.56
\$ 210,683.56	\$ 2,528,202.73

Commercial Apartments

Apartment Number	Percentage Common Interest
CA-B	0.597940%
CA-C	2.107387%
Subtotal	2.705327%
TOTAL	100.000000%

\$ 1,294.79	15,537.47
\$ 4,563.37	54,760.47
\$ 5,858.16	70,297.94
\$ 216,541.72	\$ 2,598,500.67

EXHIBIT "N"

AFFILIATES OF DEVELOPER

1. The Developer is a Nevada general partnership whose general partners are AAA Holdings, L.P., Centex Real Estate Corporation and Nomas Corp.

A. AAA Holdings, L.P. is a Delaware limited partnership. The partners of AAA Holdings, L.P. are listed on page 5a of the Final Public Report.

i. Triple A General, LLC is the general partner of AAA Holdings, L.P. The managers and officers of Triple A General, LLC are listed on page 5b of the Final Public Report.

ii. Triple A Delaware Limited, LLC is the limited partner of AAA Holdings, L.P. The managers and officers of Triple A Delaware Limited, LLC are listed on page 5c of the Final Public Report.

B. Centex Real Estate Corporation is a Nevada corporation. The directors and officers of Centex Real Estate Corporation are listed on page 5d of the Final Public Report.

C. Nomas Corp. is a Nevada corporation. The directors and officers of Nomas Corp. are listed on page 5f of the Final Public Report.

2. The Developer is also the Real Estate Broker for the Project.

A. The Hawaii licensed principal broker for Centex Homes, dba Centex Destination Properties, the Real Estate Broker for the Project is Patrick H. Callahan (License RB-16574).